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1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

House of Representatives

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	376.0	50,914	50,939
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transfer of Capitol Tour Program	0.0	-171	-171
2. Actuarial Consulting Services	0.0	0	20
3. Project Citizen	0.0	0	0
4. Developmental Disabilities Study	0.0	75	75
Total Policy Changes	0.0	-96	-76
1999-01 Revised Appropriations	376.0	50,818	50,863

Comments:

1. Transfer of Capitol Tour Program - Funding for the Capitol Tour Program for fiscal year 2001 (a long session) is transferred from the House of Representatives and Senate budgets to the Department of General Administration with no net change in cost. Tours of the Capitol Campus are conducted by the Department with funding previously provided by interagency reimbursement jointly from the Senate and House. In the 2001-03 biennial budget, an additional \$131,500 will be transferred from each of the legislative budgets to the Department for costs in fiscal year 2002 (a short session).

2. Actuarial Consulting Services - Additional funding is provided for actuarial consulting services purchased by the Pension Funding Council.

3. Project Citizen - Funding for Project Citizen is shifted from fiscal year 2000 to fiscal year 2001, so that the moneys can be expended throughout the 1999-01 biennium. Project Citizen is a program presented by the National Conference of State Legislatures and the Center for Civic Education to promote participation in government by middle school students.

4. Developmental Disabilities Study - Funding is provided for the legislature to obtain expert consultation on legal and policy issues of involuntary commitment for persons with developmental disabilities. The 1999-2001 biennial appropriations act provides more than \$14 million to the Department of Social and Health Services to improve services to persons with developmental disabilities who are involuntarily committed in institutions. Funding will enable a study of legal, fiscal, and policy issues surrounding various long-range alternatives, so that the state is well informed if it chooses to fundamentally alter the state's involuntary treatment system under chapter 71.05 RCW.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Senate

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	297.6	41,274	41,299
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transfer of Capitol Tour Program	0.0	-171	-171
2. Actuarial Consulting Services	0.0	0	20
3. Project Citizen	0.0	0	0
4. Developmental Disabilities Study	0.0	75	75
Total Policy Changes	0.0	-96	-76
1999-01 Revised Appropriations	297.6	41,178	41,223

Comments:

1. Transfer of Capitol Tour Program - Funding for the Capitol Tour Program for fiscal year 2001 (a long session) is transferred from the House of Representatives and Senate budgets to the Department of General Administration with no net change in cost. Tours of the Capitol Campus are conducted by the Department with funding previously provided by interagency reimbursement jointly from the Senate and House. In the 2001-03 biennial budget, an additional \$131,500 will be transferred from each of the legislative budgets to the Department for costs in fiscal year 2002 (a short session).

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1999-01 Revised Budget (2000 Supp)
Jt Leg Audit & Review Committee
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	18.0	3,265	3,265
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transitional Bilingual Progrm Study	0.0	135	135
2. Levy Equalization Study	0.0	100	100
3. Special education study	0.0	110	110
Total Policy Changes	0.0	345	345
1999-01 Revised Appropriations	18.0	3,610	3,610

Comments:

1. Transitional Bilingual Progrm Study - Funding is provided for a bilingual education study. The Office of the Superintendent of Public Instruction (OSPI) will provide a follow-up report addressing the implementation of recommendations from the 1993 Legislative Budget Committee report. The JLARC will review the data provided by the OSPI and make recommendations for changes to the funding allocation methods for transitional bilingual programs.

2. Levy Equalization Study - Funding is provided for a study of the K-12 local effort assistance program known as "levy equalization." Levy equalization is one method of distributing state resources to local school districts. If appropriate, the Committee will recommend program changes to the legislature.

3. Special education study - Funding is provided for the Committee to conduct an examination of the K-12 special education program, with interim findings due November 20, 2000, and November 20, 2001, and a final report by June 30, 2002.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Supreme Court
(Dollars in Thousands)6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	64.3	9,864	9,864
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Salary Commission Recommendations	0.0	230	230
2. Redistribute Appropriation	0.0	0	0
Total Policy Changes	0.0	230	230
1999-01 Revised Appropriations	64.3	10,094	10,094

Comments:

1. Salary Commission Recommendations - Funding is provided for salary increases awarded to judges by the Citizen's Commission on Salaries for Elected Officials.

2. Redistribute Appropriation - The Supreme Court received \$112,000 for equipment and building maintenance in the 1996 Supplemental Budget for the second year of the biennium. The appropriation is redistributed to provide funding for maintenance issues in each year of the biennium.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Court of Appeals

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	147.1	22,361	22,361
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Salary Commission Recommendations	0.0	382	382
2. Periodic Salary Increments	0.0	30	30
Total Policy Changes	0.0	412	412
1999-01 Revised Appropriations	147.1	22,773	22,773

Comments:

1. Salary Commission Recommendations - Funding is provided to support salary increases awarded to judges by the Citizen's Commission on Salaries for Elected Officials.

2. Periodic Salary Increments - Funds are provided for step increases awarded to state employees who have not yet reached the top of their salary range.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of Administrator for Courts

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	337.0	24,394	66,992
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Mandatory Arbitration Program	0.0	268	268
2. CASA Funding Transfer	0.0	750	750
3. Superior Court Judges Salaries	0.0	1,566	1,566
4. Newly Appointed Judges	0.0	758	758
5. Information System Job Reclass	0.0	0	633
6. Guardian Certification Oversight Bd	0.3	45	45
7. Board for Court Education	0.0	0	74
Total Policy Changes	0.3	3,387	4,094
1999-01 Revised Appropriations	337.2	27,781	71,086

Comments:

1. Mandatory Arbitration Program - Additional funding is provided for the state's portion of the costs of the Superior Court mandatory arbitration program. The increase is necessary to address an unanticipated level of activity in the program .

2. CASA Funding Transfer - A portion of the funding for Court Appointed Special Advocate programs is transferred from the Department of Community, Trade and Economic Development to the Office of the Administrator for the Courts, effective July 1, 2000.

3. Superior Court Judges Salaries - Funding is provided for Superior Court Judges' salary increases based on the recommendation of the Washington Citizen's Commission on Salaries for Elected Officials.

4. Newly Appointed Judges - Funding is provided for the state's share of the salary and benefits of recently appointed superior court judges in Spokane, Snohomish, Pierce, Lewis, and King counties.

5. Information System Job Reclass - Funding is provided for the reclassification of positions by the Washington Personnel Resources Board as required in Chapter 309, Laws of 1999. The budget adjusts the amount provided to reflect savings that the Office of the Administrator for the Courts has been able to achieve that mitigates some of the need for additional funding. The reclassification is granted at this time because the salaries of judicial branch agency employees are not evaluated under the 6767 process. (Judicial Information Systems Account)

6. Guardian Certification Oversight Bd - Chapter 312, Laws of 1997 (ESHB 1771) required the Office of the Administrator for the Courts to establish certification requirements for guardians for persons and/or the estates of incapacitated persons. One-time funding is provided to implement the certification program. In future biennia, the program is expected to be self-supporting.

7. Board for Court Education - The Board for Court Education has experienced a significant increase in attendance by new judges and court managers. Funding is provided to manage the increase in participation and the increase in rental costs for meeting facilities. (Public Safety and Education Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of Public Defense

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5.5	0	12,440
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Indigent Defense/Dependency Hrngs	1.0	4,000	4,150
2. Extraordinary Criminal costs	0.0	0	579
3. DNA Testing Evaluation	0.0	0	50
Total Policy Changes	1.0	4,000	4,779
1999-01 Revised Appropriations	6.5	4,000	17,219

Comments:

1. Indigent Defense/Dependency Hrngs - Funding is provided to the Office of Public Defense for a portion of the costs of attorney contracts for representing indigent individuals in dependency hearings. Funding is provided to the office for two additional FTE staff to administer the contract program. Sufficient funding is also provided to the office to conduct a pilot program to enhance the quality of legal representation for indigent individuals in two juvenile courts. The pilot program will seek to reduce the number of continuances sought by defense attorneys in dependency hearings and thus reduce the amount of time dependents must stay in foster care. (General Fund - State, Public Safety and Education - State)

2. Extraordinary Criminal costs - Funding is provided for partial reimbursement of extraordinary criminal justice costs incurred by counties in 1999, based on the recommendations of the Office of Public Defense developed pursuant to Chapter 303, Laws of 1999. For Cowlitz County, partial reimbursement of costs in the amount of \$278,000 is provided. For Thurston and Franklin Counties, respectively, amounts of \$275,000 and \$26,000 are provided for partial reimbursement of costs incurred to date. (Public Safety and Education - State)

3. DNA Testing Evaluation - SHB 2491 (DNA testing of prisoners) establishes a more formalized DNA testing process for persons sentenced to death or life imprisonment without the possibility of release or parole. Funding is provided for the Office of Public Defense (OPD) to evaluate the more formalized testing process. Additionally, OPD will provide an estimate of the number of people convicted of crimes where DNA evidence did not meet scientific standards or wasn't sufficiently developed to test the evidence. (Public Safety and Education Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of the Governor

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	69.0	11,482	12,856
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Federal Salmon Recovery Funding	0.0	0	-465
2. Medal of Valor - SB 5408	0.0	3	3
3. Puget Sound Action Team	-11.0	-1,588	-2,043
Total Policy Changes	-11.0	-1,585	-2,505
1999-01 Revised Appropriations	58.0	9,897	10,351

Comments:

1. Federal Salmon Recovery Funding - Funding is reduced because federal funding for salmon recovery efforts is less than the amount assumed in the biennial budget. (General Fund-Federal)

2. Medal of Valor - SB 5408 - Funding is provided to implement Substitute Senate Bill 5408, which establishes the state Medal of Valor.

3. Puget Sound Action Team - Funding is removed for the Puget Sound Action Team and moved to the Department of Ecology.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of the Lieutenant Governor

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5.0	665	825
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Printing Costs	0.0	5	5
2. Acting Governor Pay	0.0	4	4
3. Salary Commission Recommendation	0.0	12	12
Total Policy Changes	0.0	21	21
1999-01 Revised Appropriations	5.0	686	846

Comments:

1. Printing Costs - Funding is provided to cover higher than anticipated demand for the guide "Take a Page From Our Book," which is published by the agency to educate the community about ways to prevent substance abuse and violence.

2. Acting Governor Pay - Funding is provided for increased compensation for the Lieutenant Governor when he acts in the Governor's absence. For each day as acting governor, RCW 43.03.011 mandates compensation of 1/260th of the difference between the Lieutenant Governor's and the Governor's salaries. The Citizen's Commission on Salaries for Elected Officials increased the pay level for the Governor in September 1999 and September 2000.

3. Salary Commission Recommendation - Funding is provided for a salary increase approved by the Citizen's Commission on Salaries for Elected Officials.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Public Disclosure Commission

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	20.7	3,220	3,220
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Implement Electronic Filing Bill	1.5	409	409
2. Additional Administrative Expenses	0.1	27	27
Total Policy Changes	1.6	436	436
1999-01 Revised Appropriations	22.3	3,656	3,656

Comments:

1. Implement Electronic Filing Bill - Increased funding and more FTE staff are provided for the Commission's continuing implementation of electronic filing by political action committees and lobbyists. The availability of electronic filing is mandated by Chapter 401, Laws of 1999 (E2SSB 5931).

2. Additional Administrative Expenses - Funding is provided for a contract with the Department of Personnel to search for a new executive director, and for the accumulated unused annual leave of the Executive Director who resigned in August 1999.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of the Secretary of State

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	176.0	22,434	33,725
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Office of Hist. Presv Task Force	0.0	0	0
2. Archives Security Microfilm Project	4.0	0	1,542
3. Puget Sound Archives - Research	0.0	0	88
4. Medal of Valor - SB 5408	0.0	8	8
Total Policy Changes	4.0	8	1,638
1999-01 Revised Appropriations	180.0	22,442	35,363

Comments:

1. Office of Hist. Presv Task Force - Funding for the task force on archaeology and historic preservation is shifted from fiscal 2000 to fiscal 2001.

2. Archives Security Microfilm Project - One-time funding and staff are provided to complete emergency restoration of essential local government microfilm records which are deteriorating due to ongoing chemical reactions, and which will be unreadable within a few years. (Archives and Records Management Account-Private/Local)

3. Puget Sound Archives - Research - Ongoing funding is provided to meet increased demand for copies of public records of historical value. (Archives and Records Management Account-State)

4. Medal of Valor - SB 5408 - Funding is provided to implement Substitute Senate Bill 5408, establishing the state Medal of Valor.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of the State Treasurer

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	72.5	0	13,487
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Debt Management Compliance	1.3	0	757
Total Policy Changes	1.3	0	757
1999-01 Revised Appropriations	73.8	0	14,244

Comments:

1. Debt Management Compliance - Funding is provided for a compliance review of certain Washington general obligation bonds, and for two FTE staff positions to ensure compliance with IRS regulations, SEC securities laws, and to address the workload associated with Ref. 49, Initiative 695, Stadium & Exhibition Center activity, Housing Trust Fund review/audit, private activity monitoring, and the secondary market disclosure requirements. (State Treasurer's Service Account)

1999-01 Revised Budget (2000 Supp)
Comm Salaries for Elected Officials
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.9	150	150
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Office Operations	0.0	35	35
2. Unemployment Insurance	0.0	10	10
Total Policy Changes	0.0	45	45
1999-01 Revised Appropriations	0.9	195	195

Comments:

1. Office Operations - Funding is provided for the following: office rent for the remainder of the biennium, increased AFRS and consolidated mail costs, Department of General Administration consulting services, and unexpected commission meeting costs related to litigation. Funding for attorney general and settlement costs associated with recent litigation is provided in a special appropriation to the governor in a different section of the budget.

2. Unemployment Insurance - Funding is provided for unemployment insurance compensation costs for a former employee.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of the Attorney General

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,026.9	7,795	155,280
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Medicaid Fraud	1.3	79	314
2. Industrial Insurance Appeals Judges	2.0	0	519
3. Salary Commission Defense Costs	0.1	0	34
4. Natural Resources Workload	0.5	0	150
5. Initiative 695 Defense Costs	2.3	462	462
6. Electronic Privacy and Enforcement	0.5	100	100
7. Vulnerable Adults	1.7	0	486
8. Liquor Tax Authority Enforcement	0.0	200	200
Total Policy Changes	8.3	841	2,265
1999-01 Revised Appropriations	1,035.2	8,636	157,545

Comments:

1. Medicaid Fraud - Funding is provided for an additional assistant attorney general and investigator/analyst in the Medicaid Fraud Control Unit to increase investigatory and prosecutorial capacity. A federal grant from the Office of Inspector General/Health and Human Services provides 75 percent of the funding for this item. (General Fund-State, General Fund-Federal)

2. Industrial Insurance Appeals Judges - Funding is provided for four assistant attorney general (AAG) positions to handle the increased workload generated by five new industrial insurance appeals judges. The additional AAGs will prepare the Department of Labor and Industries for industrial insurance hearings in accordance with the timelines required by law. (Legal Services Revolving Account)

3. Salary Commission Defense Costs - Funding is provided for legal services that were provided to litigate a lawsuit filed by a citizen's group against the Washington Citizens' Commission on Salaries for Elected Officials. Of the funds provided, \$25,000 represents a one-time increase in authority. (Legal Services Revolving Account)

4. Natural Resources Workload - Funding is provided for the Department of Fish and Wildlife to address federal legislation allowing the agency to expedite its implementation of rules under the Endangered Species Act (ESA). (Legal Services Revolving Account)

5. Initiative 695 Defense Costs - Funding is provided starting January 2000 for the establishment of a three-person legal defense team, consisting of a senior assistant attorney general, an assistant attorney general, and a paralegal. The team will address the estimated three to six lawsuits that may be filed to challenge the legality of Initiative 695.

6. Electronic Privacy and Enforcement - Funding is provided for an additional FTE staff position in the criminal justice division of the Attorney General's Office to handle law enforcement and privacy issues relating to the internet and electronic communications.

7. Vulnerable Adults - Funding is provided to increase attorney general support of several activities related to vulnerable adults. Activities performed by the new staff include providing technical assistance for guardianships, financial exploitation cases, protection orders and assistance to police and prosecutors dealing with vulnerable adults. (Legal Services Revolving Fund)

8. Liquor Tax Authority Enforcement - Funding is provided for costs associated with enforcing state authority on taxation of liquor, with respect to Resolution T-022-00 adopted by the Confederated Tribes and Bands of the Yakima Nation.

1999-01 Revised Budget (2000 Supp)
Caseload Forecast Council
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5.0	810	810
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Community Supervision Forecast	0.7	100	100
Total Policy Changes	0.7	100	100
1999-01 Revised Appropriations	5.7	910	910

Comments:

1. Community Supervision Forecast - Funding is provided to implement House Bill 2344, which requires requires the Council to forecast state correctional noninstitutional supervision caseloads. Previously, the Department of Corrections had this responsibility.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Dept Community, Trade, Econ Dev

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	329.3	143,856	340,532
Total Maintenance Changes	0.0	0	-182
2000 Policy Changes:			
1. SIRTl Technology Commercialization	0.0	425	425
2. Community Econ Revitalization Team	1.0	200	200
3. Dev Disabilities Endowment Fund	1.0	284	284
4. Office Archaeology & Historic Pres	0.5	80	80
5. New Business for Rural Washington	0.8	250	250
6. Federal Authority Adjustment	0.0	0	17,700
7. Film & Video Promotion Account	0.0	0	40
8. Washington Technology Center	0.0	70	70
9. HB 2460 - Comm Emp Zones	0.5	62	62
10. Sexual Assault Center Assistance	0.0	300	300
11. Community Housing for Disabled	0.0	0	85
12. NEA Millenium Project	0.0	5	5
13. Transfer to DASA	0.0	-173	-173
14. Overnight Youth Shelters	0.0	100	100
15. Community Voice Mail	0.0	50	50
16. CASA Funding Transfer	0.0	-750	-750
17. Community Services Facilities Prog	0.0	500	500
Total Policy Changes	3.8	1,403	19,228
1999-01 Revised Appropriations	333.1	145,259	359,578

Comments:

1. SIRTl Technology Commercialization - Funding is provided to continue technology commercialization activities. This amount is contingent on the completion and submission of a plan developed by Spokane Intercollegiate Research and Technology Institute (SIRTl) and Washington State University (WSU). This plan will identify how SIRTl and WSU will work collaboratively to fulfill the current SIRTl goals and mission, strategies for acquiring non-state resources to reduce the need for state funding for SIRTl activities, and performance measures for evaluating the economic impacts of SIRTl efforts on the Eastern Washington economy.

2. Community Econ Revitalization Team - Second year funding is provided to maintain the Washington Community Economic Revitalization Team, which helps rural communities identify, coordinate, and package state and federal resources to accomplish local economic development priority projects. Funding for the interagency agreement with the Governor's Office is eliminated.

3. Dev Disabilities Endowment Fund - Funding is provided to contract for a needs assessment and actuarial analysis to guide fund planning and decision making, and to carry out rule making, pursuant to Chapter 384, Laws of 1999.

4. Office Archaeology & Historic Pres - Funding is provided to fill a staff position to address workload increases related to federally mandated reviews of historic and cultural resources at state and federal project sites. This funding assumes that savings will be realized from the Office remaining at their current location.

5. New Business for Rural Washington - Funding is provided to develop Washington State's proposal to Lockheed Martin for the VentureStar project in Moses Lake. VentureStar is a reusable space vehicle designed to support satellite launch and repair, International Space Station development, and government and scientific research.

6. Federal Authority Adjustment - Federal appropriation authority is increased to reflect the most current projections of federal funds expected to be received and spent during the 1999-01 biennium. The amounts provided include authority for the Byrne Grant award. (General Fund-Federal)

7. Film & Video Promotion Account - Authority is provided to the Washington State Film Office to promote in-state, on-location production by the film and video industry. (Film and Video Promotion Account)

8. Washington Technology Center - Funding is provided for salary and benefit increases approved for all state personnel within the Washington Technology Center (WTC). Funds for these increases were not included in the department's 1999-01 compensation adjustment allotment since the WTC positions are not counted in the Department's FTE staff total.

9. HB 2460 - Comm Emp Zones - Funding is provided to implement SHB 2460, regarding Community Empowerment Zones (CEZs). Funding is provided for staff for the coordination, application, and selection of an additional CEZ designated-area. The evaluation of the program is to be conducted using available tools and methodologies.

10. Sexual Assault Center Assistance - Additional state funding is provided to the Office of Crime Victims' Advocacy to pass through to local centers for sexual assault prevention and treatment.

11. Community Housing for Disabled - Funding is provided to implement the provisions of ESB 6805 regarding the operations and maintenance of community-based housing for disabled youth or for persons who are mentally ill or who have developmental disabilities. (Washington Housing Trust Account -- State)

12. NEA Millenium Project - Funding is provided to support the Washington State Millenium Project as designated by the National Endowment for the Arts. The project will feature the design and construction of structures in Yakima, Wapato, Toppenish, and Ellensburg that reflect the diverse populations of the Yakima River corridor. The project is also supported by a federal NEA grant.

13. Transfer to DASA - Funding is transferred to the Department of Social and Health Services, Division of Alcohol and Substance Abuse, for services to women who give birth to infants exposed to the non-prescription use of controlled substances and or abuse of alcohol by the mother during pregnancy.

14. Overnight Youth Shelters - Funding is provided for overnight youth shelters in Spokane, Mount Vernon, Everett, Shoreline and Seattle. These funds will enable the shelters to remain open and to continue serving runaway and homeless youth.

15. Community Voice Mail - Funding is provided for pilot projects that provide voice mail services to homeless families and individuals. Community agencies with existing programs to serve the homeless may apply for start-up and ongoing service grants. The department shall require grant recipients to collect outcome data that will help determine if the service is accomplishing this purpose.

16. CASA Funding Transfer - A portion of the funding for the Court Appointed Special Advocate program is transferred from the department to the Office of Administrator for the Courts, effective July 1, 2000.

17. Community Services Facilities Prog - Funds are provided for expanding grants to currently approved and prioritized projects.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of Financial Management

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	207.3	24,646	63,101
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. WDFW Business System Improvement	0.0	200	200
2. Citizens Alliance - Accountability	0.5	100	100
3. K12 Regional Cost Differences Study	0.0	30	30
4. Ferry Capital Program Audit	0.0	243	243
5. Personal Service Contract Practices	0.5	285	285
6. Social Services Contracting Project	0.0	329	329
7. Health Insurance Task Force	0.0	75	75
Total Policy Changes	1.0	1,262	1,262
1999-01 Revised Appropriations	208.3	25,908	64,363

Comments:

1. WDFW Business System Improvement - Funding is provided to continue business and information systems improvements started in 1998. Funds shall be used to continue the network upgrade and the replacement of personal computers.

2. Citizens Alliance - Accountability - Funds are provided for staffing and travel-related costs of the Citizens' Alliance for Government Accountability. The Alliance panel, consisting of four members of the public and two state government officials, will evaluate the efficiency and effectiveness of state government. The Alliance will assess whether state government is strategically and consistently engaging the citizenry in dialogue regarding the accountability for programs and services. The Alliance will evaluate the degree to which state agencies have implemented performance based budgets and performance agreements to improve results of program operations. The Alliance will provide a strategic plan on the implementation of its recommendations for government improvement by December 31, 2000.

3. K12 Regional Cost Differences Study - Funding is provided for a review of regional cost differences, including housing costs. The study will include options to mitigate regional cost differences. A report will be submitted to the Legislature by December 15, 2000.

4. Ferry Capital Program Audit - Funding is provided for an audit of the state ferry capital program. The audit will evaluate whether the ferry system is acquiring, protecting and using its resources economically and efficiently; the causes of inefficiencies or uneconomical practices; and whether the ferry system has complied with laws and regulations governing economy and efficiency. The audit report is to be completed and delivered to the Governor and the Legislature by June 30, 2001.

5. Personal Service Contract Practices - Funding is provided to enhance oversight of state agency personal service contract (PSC) practices. Funds are provided for an FTE staff at the Office of Financial Management to develop guidelines for client services and a training course on PSCs for agency staff. Funds are also provided to conduct at least eighteen audits of agency contracts in fiscal 2001.

6. Social Services Contracting Project - Funding is provided to implement the recommendations of the Task Force on Agency Vendor Contracting Practices regarding a centralized contract database to provide access to information on social service contracting across state agencies.

7. Health Insurance Task Force - Funds are provided on a one-time basis for the Task Force on Health Care Reinsurance established by Second Substitute Senate Bill 6067 (health care coverage).

1999-01 Revised Budget (2000 Supp)
Washington State Gambling Comm
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	163.6	0	22,658
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Enhanced Card Room Regulation	20.3	0	3,035
2. Tribal Lottery System	4.5	0	742
3. Nonprofit Coordinator	1.0	0	159
4. Headquarters Relocation/Lease Costs	0.0	0	1,036
Total Policy Changes	25.8	0	4,972
1999-01 Revised Appropriations	189.3	0	27,630

Comments:

1. Enhanced Card Room Regulation - Funding is provided for new FTE staff to regulate an anticipated increase of between 20 and 30 in the number of house-banked cardrooms currently operating in the state. (Gambling Revolving Account-Nonappropriated)

2. Tribal Lottery System - Funding is provided for the testing and approval of electronic gaming systems in tribal casinos. Several tribes entered into compacts with the Governor and the Commission in December 1998 to allow the tribes to have such machines in their casinos, provided that they reimburse the Commission for the costs of regulating the machines. Funding and additional staff will be used to test and monitor the machines' usage and to regularly review resulting financial information. (Gambling Revolving Account-Nonappropriated)

3. Nonprofit Coordinator - Funding is provided for one FTE staff to coordinate policy and regulation of nonprofit gambling activities. (Gambling Revolving Account-Nonappropriated)

4. Headquarters Relocation/Lease Costs - On-going funding is provided to cover an increase in the Commission's headquarters lease costs, and one-time funding is provided for relocation costs incurred during the Commission's move to a new headquarters building. (Gambling Revolving Account-Nonappropriated)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Department of Retirement Systems

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	265.6	0	45,939
Total Maintenance Changes	0.0	0	254
2000 Policy Changes:			
1. Implement SHB 2604 (Survivor Opt)	0.5	0	293
2. Implement SSB 6530 (Pension Enhnmt)	9.3	0	2,879
3. Modify Retiree Return-to-Work Rules	0.0	0	117
Total Policy Changes	9.8	0	3,289
1999-01 Revised Appropriations	275.4	0	49,482

Comments:

1. Implement SHB 2604 (Survivor Opt) - Funding is provided to implement SHB 2604 (Survivor Options). (DRS Expense Account)

2. Implement SSB 6530 (Pension Enhnmt) - Funding is provided for the administrative costs arising from the implementation of SSB 6530 (Pension System Enhancements). The funding level provided assumes a start date for Plan 3 of the Public Employees' Retirement System of March 1, 2002, for state and higher education employees and a September 1, 2002, for local government employees. (DRS Expense Account)

3. Modify Retiree Return-to-Work Rules - The current return-to-work rules for the Public Employees' Retirement System (PERS) Plans 1 and 2 and the Teachers' Retirement System (TRS) Plans 2 and 3 limit a retiree to employment in five calendar months regardless of how many hours the retiree works in those months. Funding is provided to complete the necessary information systems changes that will allow the Department of Retirement Systems to change their current rules and track post-retirement employment by the hour worked. This change will enable retirees interested in part-time or project employment greater flexibility in their scheduling with significantly less likelihood of negatively affecting the retiree's pension benefit. (DRS Expense Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

State Investment Board

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	49.6	0	10,519
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Increased Workload	3.5	0	618
Total Policy Changes	3.5	0	618
1999-01 Revised Appropriations	53.1	0	11,137

Comments:

1. Increased Workload - The State Investment Board (SIB) is experiencing the cumulative effects of new mandated programs, growth in total assets managed, and the implementation of a revised asset allocation policy for private equity investments. Funding is provided for salaries and associated costs of seven additional staff (four investment management positions and three positions for operational support) beginning in fiscal year 2001 to meet existing SIB needs. (SIB Expense Account)

1999-01 Revised Budget (2000 Supp)
Municipal Research Council
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	3,588	4,269
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. I-695 Replacement Funding	0.0	-1,822	-123
Total Policy Changes	0.0	-1,822	-123
1999-01 Revised Appropriations	0.0	1,766	4,146

Comments:

1. I-695 Replacement Funding - Funding is provided to implement Substitute Senate Bill 6357. The bill funds the Council's services to cities and towns because previous funding was eliminated by Initiative 695. The new funding source is liquor sales profits that would otherwise be distributed to towns and cities. (City and Town Research Services Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Dept of General Administration

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	610.8	558	122,227
Total Maintenance Changes	0.0	343	2,343
2000 Policy Changes:			
1. Electronic Procurement Project	0.0	0	3,000
2. Statewide CTR Program Continuation	0.8	0	119
3. Air Pollution Account Reduction	-1.9	0	-284
Total Policy Changes	-1.1	0	2,835
1999-01 Revised Appropriations	609.7	901	127,405

Comments:

- 1. Electronic Procurement Project** - Funding is provided to replace the Office of State Procurement's (OSP) current mainframe-based contract management system with an internet-based system. This system will link OSP customers to suppliers and will support order placement, status tracking, and payment via the internet. (General Administration Services Account-Nonappropriated)
- 2. Statewide CTR Program Continuation** - Funds are provided to continue state agencies' Commute Trip Reduction program at a reduced staffing level. (State Capitol Vehicle Parking Account, General Administration Services Account)
- 3. Air Pollution Account Reduction** - Passage of Initiative 695 eliminated the funding source for the Air Pollution Control Account. The state agencies' Commute Trip Reduction (CTR) program receives 100 percent of its funding from the account; therefore, the program's biennial funding level is reduced from 24 months to 6 months. (Air Pollution Control Account)

1999-01 Revised Budget (2000 Supp)
Department of Information Services
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	428.6	0	219,533
Total Maintenance Changes	0.0	0	-3,360
1999-01 Revised Appropriations	428.6	0	216,173

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Office of Insurance Commissioner

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	170.4	0	25,042
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Patient Bill of Rights	1.0	0	167
2. SB 6067 - Individual Market	0.0	0	181
Total Policy Changes	1.0	0	348
1999-01 Revised Appropriations	171.4	0	25,390

Comments:

1. Patient Bill of Rights - Funding is provided for the Office of the Insurance Commissioner to implement its responsibilities under SHB 2331 (Patient Bill of Rights). (Insurance Commissioner's Regulatory Account)

2. SB 6067 - Individual Market - Funding is provided to implement provisions of SB 6067 (Individual Health Insurance Market) pertaining to external administrative law judge support. (Insurance Commissioner's Regulatory Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

State Board of Accountancy

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	6.8	0	1,119
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Inform Tech & Communication Upgrade	0.0	0	41
2. Regulatory Reform	0.2	0	58
3. Investigation Staffing	0.5	0	36
Total Policy Changes	0.7	0	135
1999-01 Revised Appropriations	7.5	0	1,254

Comments:

1. Inform Tech & Communication Upgrade - Funding is provided to hasten system and communication upgrades in support of the agency's growing database, and to ensure improved and secure Internet/Intranet communications. (Certified Public Accountants' Account)

2. Regulatory Reform - Funding is provided for regulatory reform activities started in January, in light of national and international changes in accountancy laws in the past three years. Activities include soliciting feedback from licensees and supporting board member training on changes in the legal regime. (Certified Public Accountants' Account)

3. Investigation Staffing - Funding is provided for the transition from contract investigators to a full-time investigator staff position in response to a 30 percent increase in the investigation caseload over the previous biennium. (Certified Public Accountants' Account)

1999-01 Revised Budget (2000 Supp)
WA State Liquor Control Board
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	963.6	2,577	139,951
Total Maintenance Changes	13.0	0	1,985
2000 Policy Changes:			
1. Liquor Officer Training	0.0	0	53
2. Liquor Agencies Advisory Committee	0.0	0	8
Total Policy Changes	0.0	0	61
1999-01 Revised Appropriations	976.6	2,577	141,997

Comments:

1. Liquor Officer Training - Funding is provided for the training of new enforcement agents by the Criminal Justice Training Commission. (Liquor Revolving Account)

2. Liquor Agencies Advisory Committee - Funding is provided for the creation of a liquor agencies advisory committee that will meet at least twice a year and whose purpose is to foster communication between the Legislature, the Board, and liquor agencies. By June 30, 2001, the committee will prepare a report to the Legislature on liquor agencies fees and commissions. (Liquor Revolving Account)

1999-01 Revised Budget (2000 Supp)
Utilities and Transportation Comm
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	160.1	0	26,618
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Fuel Accident Prevention & Response	2.0	368	368
Total Policy Changes	2.0	368	368
1999-01 Revised Appropriations	162.1	368	26,986

Comments:

1. Fuel Accident Prevention & Response - Funding is provided to implement House Bill 2420 (Pipeline Safety). The Commission will adopt a comprehensive program of pipeline safety, develop curricula for prevention of third-party damage to pipelines, and develop a statewide geographic information system for gas and hazardous liquid pipelines. If the federal government grants authority to the state for regulating interstate pipelines, all responsibility and funding for hazardous liquid pipeline regulation will transfer to the Department of Ecology.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Military Department

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	219.4	29,832	182,697
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Disaster Funding Adjustment	0.0	-7,248	-65,583
2. National Guard Cont. Edu. Schlrs	0.0	50	50
3. National Guard License Plt Insignia	0.0	5	5
4. Enhanced 911	0.0	0	3,000
5. Hanford Emergency Preparation	0.0	114	114
6. Lawsuits - 1996 Floods	0.0	550	550
7. Enhanced-911 Advisory Committee #	0.0	0	16
8. Air Guard Maintenance	0.0	55	55
9. National Guard Activation - WTO	5.0	278	278
Total Policy Changes	5.0	-6,196	-61,515
1999-01 Revised Appropriations	224.4	23,636	121,182

Comments:

1. Disaster Funding Adjustment - Funding is adjusted to reflect a surplus in the Disaster Response Account-State, which is due to updated projections of disaster recovery costs accruing in the 1999-01 biennium. (General Fund-State, Disaster Response Account-State, Disaster Response Account-Federal)

2. National Guard Cont. Edu. Schlrs - Funding is provided to reinstate scholarship funds reduced in the 1999-01 budget. The scholarships provide continuing education for National Guard members.

3. National Guard License Plt Insignia - Funding is provided for license plate insignia for National Guard members.

4. Enhanced 911 - Funding is provided for system upgrades. (Enhanced 911 Account)

5. Hanford Emergency Preparation - Funding is provided for nuclear accident preparedness in Richland to make up for lost grant funding from the U.S. Department of Energy.

6. Lawsuits - 1996 Floods - Funding is provided for legal fees and settlement costs in suits by counties and downstream landowners who claim property damage as a result of the agency's release of flood waters from dams during the 1996 storms.

7. Enhanced-911 Advisory Committee # - Funding is provided for the Committee to coordinate the upgrading of 911 answering centers to meet the new technological demands of wireless calls. (Enhanced 911 Account)

8. Air Guard Maintenance - Funding is provided for maintenance and repair costs for new Air National Guard facilities at Camp Murray and Fairchild Air Force Base. Federal grants paid for the construction of the facilities and require a state match of 25 percent for the maintenance costs.

9. National Guard Activation - WTO - Funding is provided for the Governor's activation of the Washington State National Guard during the World Trade Organization demonstrations in Seattle.

1999-01 Revised Budget (2000 Supp)
State Convention and Trade Center
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	144.0	0	29,963
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Expansion Debt Service	0.0	0	2,471
Total Policy Changes	0.0	0	2,471
1999-01 Revised Appropriations	144.0	0	32,434

Comments:

1. Expansion Debt Service - Funds are added to cover projected debt service payments related to the Convention Center's expansion Certificates of Participation (COP) authorized in 1995. The additional funding covers the difference between the current and original payment schedules, which differ because of increases in actual interest rates (\$1.771 million). Funding also provides debt service capacity to make initial payments (\$700,000) on the expansion equipment COP that is being issued earlier than anticipated due to adjustments in the construction schedule. (State Convention and Trade Center Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

WA State Health Care Authority

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	290.7	13,004	596,766
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. UDP Benefit Administration	0.0	0	0
2. UMP Claim Admin and Operations	0.0	0	0
3. UMP New Enrollment Admin Costs	0.0	0	3,667
4. Insurance System Study	0.0	0	275
5. UMP Trend Management/Admin.	0.0	0	973
6. Insurance Market Reform	0.0	0	159
7. WSHIP Premium Discounts	0.3	0	200
8. New Individual Market Product	0.5	0	150
Total Policy Changes	0.8	0	5,424
1999-01 Revised Appropriations	291.5	13,004	602,190

Comments:

1. UDP Benefit Administration - The Health Care Authority (HCA) contracts with the Washington Dental Service (WDS) for the administration of the self-insured Uniform Dental Plan (UDP). The total annual value of the contract is dependent upon the UDP enrollment. The 1999-01 Operating Budget transferred the estimated WDS contract costs from the non-appropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. The appropriation does not allow the flexibility necessary to respond to potentially large annual increases in UDP enrollment during the open enrollment period. The WDS contract costs are moved to the newly created non-appropriated, budgeted UDP Claims Administration Account. (HCA Account, UDP Claims Administration Account-Non-appropriated)

2. UMP Claim Admin and Operations - The Uniform Medical Plan (UMP) is the state's self-insured preferred provider organization (PPO) which is administered by the Health Care Authority (HCA). The 1999-01 Operating Budget transferred the estimated costs of claims processing and management contracts from the nonappropriated Public Employees' and Retirees' Insurance Account to the appropriated HCA Administrative Account. Some of these contracted costs are paid on a per subscriber, per month basis and vary directly with changes in the total UMP membership. The appropriation does not allow the flexibility necessary to respond to potentially large shifts in enrollment between managed care plans and the UMP during open enrollment. UMP contract expenditures are transferred from the appropriated HCA Administrative Account to a new non-appropriated, budgeted UMP Claims Administration Account. Expenditures from the non-appropriated account will be for contract costs that fluctuate with UMP enrollment: claims administration, utilization management, PPO administration and data analysis. (HCA Administrative Account, UMP Claims Administration Account-Non-appropriated)

3. UMP New Enrollment Admin Costs - Funding is provided for increases in non-appropriated benefit administration costs caused by enrollment growth in the UMP for CY 2000. (Uniform Medical Plan Benefits Administration Account - non appropriated)

4. Insurance System Study - Funding is provided for the Health Care Authority to initiate a study of their insurance information systems (both Public Employees Benefits Board and Basic Health Plan). The study will provide direction for systems redesign to identify efficiencies in the 2001-03 biennium. (HCA Administrative Account, Health Services Account).

5. UMP Trend Management/Admin. - Funding is provided for the UMP to increase actuarial services in support of claims trend management, and vendor contract procurement, and for a reimbursement systems specialist position to update and maintain UMP reimbursement systems. Funding is also provided for a continuation of current credentialing verification organization contracts and for testing of UMP payment systems. (Health Care Authority Administrative Account)

6. Insurance Market Reform - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on health carriers providing care to Subsidized Basic Health Plan subscribers. (Health Services Account)

7. WSHIP Premium Discounts - As authorized by Substitute Senate Bill 6067, funding is provided for state-subsidized premium discounts for high-risk pool (WSHIP) enrollees age fifty and older who are not on Medicare, and who have family incomes between 200 percent and 300 percent of the federal poverty level. (Health Services Account)

8. New Individual Market Product - As required by Substitute Senate Bill 6067, the Health Care Authority is to design a new program which would provide catastrophic insurance coverage in counties where no other individual insurance coverage is available. The recommended product design is to be available for consideration during the budget process for the 2001-03 biennium. (Health Services Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Human Rights Commission

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	52.4	5,086	6,660
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Information to Small Businesses	0.0	61	61
Total Policy Changes	0.0	61	61
1999-01 Revised Appropriations	52.4	5,147	6,721

Comments:

1. Information to Small Businesses - One-time funding is provided for the Commission to educate owners of businesses with less than eight employees about the recent state supreme court decision, *Roberts vs. Dudley*.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Criminal Justice Training Comm

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	31.1	0	17,607
Total Maintenance Changes	0.0	0	-102
2000 Policy Changes:			
1. Traffic Safety Training	0.4	0	76
2. Domestic Violence Initiative *	0.0	0	50
3. Law Enforcement Study	0.0	215	215
4. Small Department Reimbursement	0.0	0	1,404
5. Death Investigation Training	0.0	0	110
Total Policy Changes	0.4	215	1,855
1999-01 Revised Appropriations	31.5	215	19,360

Comments:

1. Traffic Safety Training - Funding is provided for a traffic safety program coordinator to provide and/or coordinate the provision of traffic safety programs to law enforcement officers throughout the state. Traffic safety programs include driving under the influence (DUI) detection, standardized field sobriety testing, case preparation, the use of radar, basic and advanced collision investigation, and other related training as deemed appropriate. This position was previously funded under a three-year federal grant program through the Washington Traffic Safety Commission, which has reached the end of its life cycle. (Public Safety and Education Account)

2. Domestic Violence Initiative * - Funding is provided to allow the Criminal Justice Training Commission to provide domestic violence related courses to 911 operators. (Public Safety and Education Account)

3. Law Enforcement Study - Funding is provided for the Washington Association of Sheriffs and Police Chiefs to conduct a study of law enforcement services and expenditures for both counties and cities, but only in counties with populations over one hundred fifty thousand. The study will begin no later than July 1, 2000, and it must be completed by June 30, 2001. The study will focus on identifying ways of delivering service more efficiently and avoiding duplication.

4. Small Department Reimbursement - Each year, a portion of the Municipal Criminal Justice Assistance Account is distributed to the Commission to reimburse participating law enforcement agencies with ten or fewer full-time commissioned patrol officers for the cost of temporary replacement of each officer who is enrolled in basic law enforcement training. Appropriation authority is provided for the distribution which happened at the end of calendar year 1999. (Municipal Criminal Justice Assistance Account - State)

5. Death Investigation Training - Funding is provided for the Criminal Justice Training Commission to expand the number classes offered to coroners, medical examiners and other criminal justice personnel. (Death Investigations Account)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Department of Labor and Industries

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	2,720.3	14,508	418,023
Total Maintenance Changes	4.5	0	1,326
2000 Policy Changes:			
1. Increase Crime Victims Compensation	0.0	0	2,665
Total Policy Changes	0.0	0	2,665
1999-01 Revised Appropriations	2,724.8	14,508	422,014

Comments:

1. Increase Crime Victims Compensation - Funding is provided for increased costs for client benefits in the crime victims compensation program. The additional funding assumes a benefit payout rate equivalent to that incurred during July through December 1999, plus three percent growth for fiscal 2001. The enhancement also assumes a reduction in program administration expenditures to 18.4 percent of the total program budget. Funding is provided assuming the agency discontinues the practice of paying for invoices received in a prior fiscal period out of appropriations from a new fiscal period. (Public Safety and Education Account - State)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Department of Health

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,181.1	131,572	550,139
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Federal Salmon Recovery Funding	-3.9	0	-678
2. Patient Bill of Rights	0.8	141	141
3. Midwifery Program	0.0	73	73
4. Aids Prescription Drug Program	0.0	0	173
5. Epidemiology Health Statistics	0.0	480	480
6. Reduce CHARS Data Assessment	0.0	0	0
7. Tobacco Prevention and Control Plan	1.5	0	15,000
Total Policy Changes	-1.7	694	15,189
1999-01 Revised Appropriations	1,179.5	132,266	565,328

Comments:

1. Federal Salmon Recovery Funding - Excess federal appropriation authority and associated staffing are removed from the budget to reflect a lower level of federal funding for salmon recovery, as appropriated by Congress, for federal fiscal year 2000. Federal fiscal year 2001 funding is also adjusted to reflect lower than anticipated federal receipts. (General Fund-Federal)

2. Patient Bill of Rights - Funding is provided for the Department to implement its responsibilities under the provisions of E2S 6067 (Patient Bill of Rights). (General Fund-State)

3. Midwifery Program - Funding is provided to correct a operating shortfall in the midwifery program. (General Fund-State)

4. Aids Prescription Drug Program - Funding is provided to the Aids Prescription Drug Program for increased client costs associated with E2S6067 (Health Insurance Coverage). (Health Services Account)

5. Epidemiology Health Statistics - Funding is provided to revise state birth certificate information to comply with United States Standard Birth Certificate requirements and to convert paper documents to an electronic format. (General Fund-State)

6. Reduce CHARS Data Assessment - Funding is provided to continue operations of the Comprehensive Hospital Abstract Reporting System (CHARS) while reducing fees charged to local hospitals that support the system. (Health Services Account, General Fund-Other)

7. Tobacco Prevention and Control Plan - Funding is provided for the Tobacco Prevention and Control Plan (TPCP). The TPCP may include community and school-based programs, cessation support, public awareness campaigns, youth access enforcement, and assessment and evaluation activities. (Tobacco Prevention Trust Account-State)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Department of Veterans' Affairs

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	499.7	19,289	56,733
Total Maintenance Changes	0.0	-1,356	2,542
2000 Policy Changes:			
1. Skilled Nursing Facility Study	0.0	200	200
2. National World War II Memorial	0.0	231	231
Total Policy Changes	0.0	431	431
1999-01 Revised Appropriations	499.7	18,364	59,706

Comments:

1. Skilled Nursing Facility Study - Funding is provided to complete predesign work for a new skilled nursing facility. The predesign will include siting, program, facility and financing plans.

2. National World War II Memorial - Funding is provided for Washington state's contribution to the national World War II memorial which is to be constructed in the nation's capital. The contribution represents \$1 for each Washingtonian who served in the nation's armed forces during the war.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Department of Corrections

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	7,360.4	930,780	976,447
Total Maintenance Changes	-33.6	-6,005	-4,821
2000 Policy Changes:			
1. Equipment Savings	0.0	-1,000	-1,000
2. Correctional Industries	0.0	-131	3,378
3. Administrative Efficiencies	-10.9	-1,532	-1,532
4. Hepatitis C Protocol	1.8	0	1,884
5. Mentally Ill Offender Evaluations	0.0	248	248
6. Welfare Betterment Account Transfer	0.0	0	2,570
7. Anhydrous Ammonia	0.1	117	117
8. Cost of Supervision Fund	0.0	0	0
Total Policy Changes	-9.1	-2,298	5,665
1999-01 Revised Appropriations	7,317.8	922,477	977,291

Comments:

1. Equipment Savings - Savings are accrued by lease purchasing (rather than purchasing outright) equipment. Under this approach, costs are spread out over the life of the equipment.

2. Correctional Industries - Funding sufficient to meet statutorily mandated offender employment targets and maintain the Correctional Industries program was originally assumed to come from the non-appropriated cost of incarceration account. Previously, a portion of any financial contribution was subject to a mandatory deduction into this account. A recent court decision has ordered the Department to stop making the deductions if the contribution is made by the spouse. The institutional welfare betterment account is used to replace the lost funding. (General Fund-State, Institutional Welfare Betterment-Nonappropriated)

3. Administrative Efficiencies - Funding is adjusted to more closely reflect actual expenditures. During the first seven months of the biennium, the Department of Corrections has been expending 30 FTE staff below budgeted levels in the Administrative Services program. Funding is adjusted to reflect the savings associated with these vacancies to date. Additionally, funding is adjusted on the assumption that the Department will be able to continue to achieve a portion of this level of administrative savings on an on-going basis by providing support services at a lower cost.

4. Hepatitis C Protocol - Funding is provided for the voluntary testing of inmates for hepatitis C as well as for the medical treatment of offenders who are infected with the hepatitis C virus. (Public Health Services Account)

5. Mentally Ill Offender Evaluations - Funding is provided to perform mental health evaluations for offenders sentenced directly to community supervision who may have a mental health illness and present a high risk to commit violent acts. Based on the outcomes of the evaluation, the Department of Corrections can require an offender to participate in mental health treatment. Approximately four percent of offenders under supervision but who have not served a term of confinement in a Department facility are expected to be evaluated.

6. Welfare Betterment Account Transfer - Sufficient funds in the Institutional Welfare Betterment Account are available to support the testing and treatment of offenders who have Hepatitis C. \$2.6 million in Institutional Welfare Betterment is appropriated into the Public Health Services Account to be used for this purpose. Of this amount, \$1.9 million is appropriated in the 2000 supplemental budget. The remaining amount will be available for appropriation in the 2001-03 biennium. (Institutional Welfare Betterment Account, Public Health Services Account)

7. Anhydrous Ammonia - Funding is provided to implement Second Substitute Senate Bill No. 6255 (anhydrous ammonia), which makes theft of anhydrous ammonia, storage of anhydrous ammonia in an unapproved container, or possession of anhydrous ammonia with intent to manufacture methamphetamine a felony.

8. Cost of Supervision Fund - Sufficient funds are available in the Cost of Supervision Fund to support the replacement of the Department of Correction's Offender Based Tracking System (OBTS). \$2.25 million in funding for OBTS is switched from Public Safety and Education Account to the Cost of Supervision Fund. (Public Safety and Education Account-State, Cost of Supervision Fund)

1999-01 Revised Budget (2000 Supp)
Sentencing Guidelines Commission
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	12.3	1,549	1,549
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Data Entry and Verification	0.0	12	12
2. Sentencing Study	0.5	80	80
Total Policy Changes	0.5	92	92
1999-01 Revised Appropriations	12.8	1,641	1,641

Comments:

1. Data Entry and Verification - Funding is provided for intermittent staff to process increased workload. The additional staff will perform data entry, coding, and quality control tasks.

2. Sentencing Study - Funding is provided for the Sentencing Guidelines Commission to conduct a comprehensive review and evaluation of state sentencing policy. The review and evaluation will include an analysis of whether current sentencing ranges and standards, as well as existing mandatory minimum sentences, existing sentence enhancements, and special sentencing alternatives, are consistent with the purposes of the sentencing reform act as set out in statute. The study must be completed no later than December 1, 2001.

1999-01 Revised Budget (2000 Supp)**Department of Employment Security**

(Dollars in Thousands)

Tuesday, March 21, 2000

6:23 pm

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	2,172.5	2,522	441,831
Total Maintenance Changes	0.0	0	-4,685
2000 Policy Changes:			
1. Federal Reed Act Distribution	0.0	0	327
2. Unemployment Insurance Legislation	19.4	0	2,567
Total Policy Changes	19.4	0	2,894
1999-01 Revised Appropriations	2,191.9	2,522	440,040

Comments:

1. Federal Reed Act Distribution - The Social Security Act provides that certain excess funds in the Employment Security Administration Account can be distributed back to the states for unemployment insurance administrative expenses. The department received \$327,000 in November of 1998, which will fund improvements to the Department's Tax Information System (TAXIS). (Unemployment Compensation Administration Account-Federal)

2. Unemployment Insurance Legislation - Funding is provided to implement the new training benefits program for qualified dislocated workers established in Substitute House Bill 3077 (unemployment insurance). This program will allow dislocated workers to receive additional unemployment insurance benefits for up to 52 weeks while they are in retraining and making satisfactory progress toward completion of their training plan. (Employment Service Administrative Account - State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Children and Family Services
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	2,321.7	430,481	772,432
Total Maintenance Changes	0.0	6,023	5,816
2000 Policy Changes:			
1. Background Checks	2.5	0	348
2. Staff Secure Group Homes	0.0	-911	-911
3. Decategorize In-Home Service	0.0	-571	-571
4. Continuing Child Care Support	0.0	100	100
5. Domestic Violence Initiative *	0.0	150	150
6. Becca Legislation Assistance	0.0	6,000	6,000
7. Child Care Information	0.5	140	140
8. Increase Federal Funds	0.0	-11,978	0
9. Medicaid Fraud and Abuse Detection	0.0	-30	-60
10. Eliminate Spec. Assessments in CRCs	0.0	-309	-309
11. Cap Exceptional Cost cases at 25%	0.0	-1,362	-1,362
12. CPS Workers Adjustment	-15.3	-3,909	-3,909
13. Foster Parent Retention Program	0.0	174	174
14. Research Program	-3.5	-304	-304
Total Policy Changes	-15.8	-12,810	-514
1999-01 Revised Appropriations	2,305.9	423,694	777,734

Comments:

1. Background Checks - Funding is provided that will allow the Department to conduct background checks on all people who receive state payment for providing care to children or vulnerable adults. (General Fund-Federal)

2. Staff Secure Group Homes - Funding is adjusted for fiscal year 2000 for staff secure group homes to reflect the number of beds that are currently contracted. The program will continue to work toward contracting the remaining staff secure group home beds in fiscal year 2001. (General Fund-State)

3. Decategorize In-Home Service - Separate categories for home-based services, family preservation services, and intensive family preservation services are eliminated. The department will save five percent of the general fund budget by combining these activities without reducing client services. Intensive family preservation services will continue to be provided in all regions according to the Department's model in RCW 74.14C. (General Fund-State)

4. Continuing Child Care Support - One-time funding is provided to maintain the current level of seasonal child care. (General Fund-State)

5. Domestic Violence Initiative * - Funding is provided to implement SHB 2588 (domestic violence fatalities). These funds will be used by the Department to contract for coordination of domestic violence fatality review panels. The panels will identify patterns in domestic violence fatalities and recommend improvements to the response system. The Department will use the information from these panels to prepare a biennial report with their recommendations. (General Fund - State)

6. Becca Legislation Assistance - Additional funding is provided to county juvenile court administrators to fund the costs of processing truancy, children in need of services, and at-risk youth petitions. (General Fund - State)

7. Child Care Information - Funds are provided for the Department to establish a statewide toll-free number and an electronic on-line system for access to information regarding child care providers. (General Fund-State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Children and Family Services

Tuesday, March 21, 2000
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8. Increase Federal Funds - Temporary Assistance for Needy Families (TANF) funding is transferred to the Social Services Block Grant (SSBG). This will replace state general fund dollars. These federal funds will be used for family reconciliation services to clients at or below 200 percent of the federal poverty level. (General Fund-State, General Fund-Federal)

9. Medicaid Fraud and Abuse Detection - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance. (General Fund-State, General Fund-Federal)

10. Eliminate Spec. Assessments in CRCs - Funding is eliminated for specialized assessments. Becca legislation allows runaways in crisis residential centers (CRCs) to receive a specialized assessment of substance abuse or behavioral problems. Currently, these assessments are not being performed by providers due to the difficulty of completing an in-depth assessment in five days, which is the maximum amount of time a child can remain in a CRC. In addition, the CRC providers are already completing a family assessment which identifies possible areas where services may be needed as part of their contractual requirements. (General Fund-State)

11. Cap Exceptional Cost cases at 25% - Funding is saved by capping exceptional cost cases at 25 percent of the total foster care caseload. This will limit the growth in the number of cases authorized for exceptional care. (General Fund-State)

12. CPS Workers Adjustment - Based on DSHS data on numbers of open Child Protective Services and Child Welfare Services cases, the current caseload to FTE ratio has declined. Funding is reduced to maintain the caseload to FTE ratio that was funded in the 1997 budget. (General Fund-State)

13. Foster Parent Retention Program - Funding is provided for a foster parent retention pilot program directed at foster parents caring for children who act out sexually. (General Fund-State)

14. Research Program - Funding is reduced for the Children's Administration research program. (General Fund - State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Juvenile Rehabilitation
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,302.5	167,945	220,721
Total Maintenance Changes	-24.4	-1,935	755
2000 Policy Changes:			
1. Team Child	0.0	100	100
2. Echo Glen Mental Health Unit	2.3	187	187
3. Closure of Indian Ridge Youth Camp	-27.9	-2,083	-2,083
4. Co-Occuring Disorder Pilot Program	0.6	0	898
Total Policy Changes	-25.1	-1,796	-898
1999-01 Revised Appropriations	1,253.1	164,214	220,578

Comments:

1. Team Child - Funding is provided for the Team Child program. Team Child partners at risk youth with attorneys who advocate for the child in a variety of settings.

2. Echo Glen Mental Health Unit - Currently, Echo Glen has a single mental health unit serving eight males and eight females. Funding is provided to convert an existing 16-bed maximum-security unit into a 16-bed mental health maximum-security unit. The result will be 16 male and 16 female mental health maximum-security beds.

3. Closure of Indian Ridge Youth Camp - The Indian Ridge Youth Camp, which has the capacity to house 76 offenders, is closed. The projected offender population is not expected to exceed the capacity of the system, even after this facility is closed. Current offenders would be housed in existing institutions.

4. Co-Occuring Disorder Pilot Program - Funding is provided to implement a pilot program of providing research-based, integrated, and individualized transitional services to juvenile offenders. To be eligible for the program, the juvenile must have co-occurring substance abuse and mental health disorders and be at high risk of reoffending. Funding is also provided for an evaluation of the effectiveness of the pilot program. (Juvenile Accountability Incentive Account-Federal, Violence Reduction and Drug Enforcement Account)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Mental Health
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	2,979.8	505,084	988,248
Total Maintenance Changes	49.7	10,692	8,010
2000 Policy Changes:			
1. Community Inpatient Emergency Pool	0.0	0	2,349
2. Convert Wards to Outpatient Status	0.0	-300	-300
3. Atypical Antipsychotic Med Pilot	0.0	1,000	1,000
4. Increased DSH Revenues	0.0	-3,029	0
5. Worker Safety	0.0	290	290
6. MH/DD Collaborative Workplan	23.9	2,310	2,663
7. New SCC Facility	0.0	0	9,172
Total Policy Changes	23.9	271	15,174
1999-01 Revised Appropriations	3,053.4	516,047	1,011,432

Comments:

1. Community Inpatient Emergency Pool - Funding is provided for implementation of strategies which the Department concludes, in consultation with affected Regional Support Networks, will best assure continued availability of community inpatient psychiatric services in all areas of the state. Strategies may include emergency contracts for continued operation of inpatient facilities otherwise at risk of closure because of demonstrated, disproportionate uncompensated care; start-up grants for development of evaluation and treatment facilities; increases in the rate paid for inpatient psychiatric services for medically indigent and /or for general assistance for the unemployed (GA-U) patients; or the development of a new disproportionate share payment program for hospitals with distinct part psychiatric facilities. State expenditures must be matched on a one-quarter basis by the Regional Support Networks in the area served by the inpatient facility. An additional \$2.2 million of disproportionate share hospital (DSH) capacity is allocated for support of qualifying strategies. (General Fund-State, General Fund-Federal)

2. Convert Wards to Outpatient Status - Savings are achieved by converting wards to outpatient status. (General Fund-State)

3. Atypical Antipsychotic Med Pilot - Funding is provided for the Department to implement its responsibilities under the provisions of Second Substitute House Bill 2663 (atypical antipsychotic meds). A pilot program will be established to supply atypical antipsychotic medications to under-served populations. (General Fund-State)

4. Increased DSH Revenues - State general fund spending is reduced to account for additional federal Disproportionate Share Hospital (DSH) earnings over the amount budgeted. (General Fund-State, General Fund-Federal)

5. Worker Safety - Funding is provided to develop a formal security and safety assessment to prevent and protect employees from violence at the hospital, and allow each state hospital to keep a detailed history of worker injuries. (General Fund-State, General Fund-Federal, General Fund-Private/Local)

6. MH/DD Collaborative Workplan - Funds are provided to further enhance on-going efforts to address the needs of individuals with developmental disabilities and mental illness. Resources are targeted at the treatment of individuals with developmental disabilities currently in Western State Hospital (WSH), in addition to the conversion of a ward at WSH to a developmentally disabled ward. (General Fund-State, General Fund-Federal)

7. New SCC Facility - Funding is provided to complete design and site preparation, and to begin construction of a new 250 bed facility for the Special Commitment Center, to be located on McNeil Island. These state general funds are to be transferred to the state Building and Construction Account. (Public Safety and Education Account)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Developmental Disabilities
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	3,536.1	518,068	1,010,382
Total Maintenance Changes	0.0	7,207	9,058
2000 Policy Changes:			
1. SOLA Savings	0.0	-500	-500
2. Increase Services and Supports	0.0	411	839
3. RHC Cottage Consolidation	-28.1	-1,029	-2,144
4. MH/DD Collaborative Workplan	11.0	3,781	6,150
5. LTC Training Enhancements	0.5	75	128
6. Enhance Family Support	1.0	500	660
7. Medicaid Fraud and Abuse Detection	0.0	-145	-299
Total Policy Changes	-15.6	3,093	4,834
1999-01 Revised Appropriations	3,520.5	528,368	1,024,274

Comments:

- 1. SOLA Savings** - Efficiency savings are achieved in the State Operated Living Arrangements (SOLA). (General Fund-State)
- 2. Increase Services and Supports** - Funds are provided to increase the number of people receiving residential, employment, family support, or other direct services based on the priorities established by the Stakeholder Advisory Group. (General Fund-State, General Fund-Federal)
- 3. RHC Cottage Consolidation** - Savings are the result of using existing vacancies in cottages at Fircrest School and Lakeland Village as an opportunity to consolidate clients and decrease staff. Four cottages will be closed, two at Lakeland Village and two at Fircrest School. 81 FTE staff will be reduced by July 2001. (General Fund-State, General Fund-Federal)
- 4. MH/DD Collaborative Workplan** - Funding is provided to improve services for persons with developmental disabilities who would otherwise be at risk of needing involuntary commitment to or prolonged treatment at state psychiatric hospitals. These funds will enhance the community crisis response system managed by Regional Support Networks, improve crisis prevention and stabilization services through the developmental disabilities community services system, and expand community residential capacity for persons with developmental disabilities who are ready for discharge from state psychiatric hospitals. (General Fund-State, General Fund-Federal)
- 5. LTC Training Enhancements** - Funding is provided to develop training modules for boarding home staff on dementia, mental illness, and developmental disabilities and to develop rules regarding orientation, basic training, and continuing education for caregivers in all long-term care settings. (General Fund-State, General Fund-Federal)
- 6. Enhance Family Support** - Funding is provided to expand family support services to an increased number of individuals. Case management support is also provided. (General Fund-State, General Fund-Federal)
- 7. Medicaid Fraud and Abuse Detection** - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities Programs. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Long-Term Care Services
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,020.6	928,805	1,936,812
Total Maintenance Changes	-13.1	-13,617	-41,898
2000 Policy Changes:			
1. Improve Home Care Safety	0.7	139	278
2. APS Referral Increase	10.0	624	1,286
3. Targeted Adult Protective Services	2.4	897	1,794
4. Nursing Home Rate Setting	0.0	3,382	6,942
5. Family Caregiver	0.0	610	610
6. LTC Training Enhancements	0.5	60	120
7. Private Duty Nursing	0.0	345	703
8. Medicaid Fraud and Abuse Detection	0.0	-372	-761
9. Federal Reporting Requirements	3.5	195	497
Total Policy Changes	17.0	5,880	11,469
1999-01 Revised Appropriations	1,024.6	921,068	1,906,383

Comments:

1. Improve Home Care Safety - Funding is provided to implement Substitute House Bill No. 2637 (background checks). The bill requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as an FBI interstate history background checks. (General Fund-State, General Fund-Federal)

2. APS Referral Increase - Funding is provided to investigate additional cases of abusive care. After the Linda David case become public, the number of complaints of abusive care increased over historical rates. Before that case, complaints were increasing by approximately one percent per month. (General Fund-State, General Fund-Federal)

3. Targeted Adult Protective Services - Funds are provided to reimburse the Department of Social and Health Services for a face to face review of all high-risk in-home care situations conducted in the fall of 1999 as a result of the Linda David case. (General Fund-State, General Fund-Federal)

4. Nursing Home Rate Setting - Funding is provided so that the capital portion of the rate will not require a pro-rata reduction to avoid exceeding the limit set in the budget. Funding is also provided for an additional one percent increase in the direct care rate, effective July 1, 2000, for facilities not paid in accordance with case mix. In total, funding is increased by \$0.49 per patient day in fiscal year 2000 and by \$1.17 per patient day in fiscal year 2001. (General Fund-State, General Fund-Federal)

5. Family Caregiver - Funding is provided to implement House Bill No. 2454 (family caregivers). The bill expands the services available to unpaid caregivers.

6. LTC Training Enhancements - Funding is provided to expand access to training as well as to work on expanding available training. In addition, and if Senate Bill No. 6502 (long term care training) is enacted, the Department will develop rules regarding orientation, basic training, and continuing education for caregivers in all long-term care settings with the requirement of implementing those requirements in March, 2002. (General Fund-State, General Fund-Federal)

7. Private Duty Nursing - In 1999, funding was provided to the Medical Assistance Administration for a 12 percent vendor rate increase to home health agencies providing private duty nursing services to children under the age of eighteen. At the same time, in the Aging and Adult Services Administration, a 2 percent vendor rate increase was provided for the agencies which also provide private duty nursing for adults. Funding is provided to increase the rate paid adult private duty nursing starting in fiscal year 2001. (General Fund-State, General Fund -Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Long-Term Care Services

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8. Medicaid Fraud and Abuse Detection - The Department of Social and Health Services will implement a new fraud and abuse detection program. The new program will increase identification of potential fraud and abuse cases and cost recoveries/avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

9. Federal Reporting Requirements - Funding is provided to better meet federal Health Care Financing Administration mandates on compliance and reporting issues associated with nursing homes. Compliance funding is increased by over one third to meet the federal requirement that all complaints alleging actual harm begin to be investigated within ten days. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Economic Services
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	4,859.0	898,737	2,150,449
Total Maintenance Changes	0.0	7,122	-36,655
2000 Policy Changes:			
1. Increase Child Care Funding	0.0	0	12,888
2. Medicaid Eligibility (HB 2686)	0.0	-282	-564
3. Child Support Technical Amend. #	0.0	-7	-22
4. Meet Federal Welfare Reform Rules	0.0	-44,400	-8,400
5. Technical Adjustments	0.0	-9,216	-6,428
6. Administrative Efficiency Savings	0.0	-11,965	-10,888
7. Banking Fees	0.0	88	260
8. Eligibility Streamlining	-5.0	-284	-491
9. Reduce Supervisors in Child Support	-2.8	-138	-413
Total Policy Changes	-7.8	-66,204	-14,058
1999-01 Revised Appropriations	4,851.3	839,655	2,099,736

Comments:

1. Increase Child Care Funding - Funding is enhanced for subsidized child care which supports an increasing number of low income working families. (General Fund - Federal)

2. Medicaid Eligibility (HB 2686) - House Bill 2686 (public assistance income and resources) simplifies the process for determining continuing medicaid eligibility for families getting off Temporary Assistance for Needy Families. This will result in savings in community service office expenditures. (General Fund - State, General Fund - Federal)

3. Child Support Technical Amend. # - Funding is provided for HB 2579 (Federal welfare reform act) which changes the provisions of the Personal Responsibility and Work Opportunity Reconciliation Act that apply to the child support program. The savings come from allowing child support orders to be issued by regular mail delivery instead of personal delivery. (General Fund-State, General Fund-Federal)

4. Meet Federal Welfare Reform Rules - State funds reserved for possible Temporary Assistance for Needy Families (TANF) penalties are eliminated and the state's required maintenance of effort level is reduced to 75 percent of historical levels rather than 80 percent. This is made possible by the WorkFirst program successfully fulfilling all federal welfare reform work participation requirements. In addition, Social Services Block Grant funding is transferred to the Children's Administration and backfilled with TANF funding. (General Fund-State, General Fund-Federal)

5. Technical Adjustments - Federal funds are replacing state funds for the food assistance program and state funds are replacing local funds to avoid a reduction in federal child support incentive funding. In addition, Temporary Assistance for Needy Families funds are used for children previously covered by the state General Assistance program. (General Fund-State, General Fund-Local, General Fund-Federal)

6. Administrative Efficiency Savings - Funding is reduced for staff that were hired to reduce the food stamp error rate. The error rate has been reduced, therefore funding for these staff is no longer necessary. Federal funding is included to maintain county legal services for child support proceedings. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Economic Services

Tuesday, March 21, 2000
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7. Banking Fees - Funding is provided to cover the costs of banking fees for the Division of Child Support (DCS). DCS maintains a contractual relationship with a financial institution to provide banking services for the DSHS Child Support Services Account. Due to low interest rates, requirements to disburse funds within 48 hours, and an increase in the number of transactions, the costs associated with banking services are out pacing earnings. (General Fund - State, General Fund - Federal)

8. Eligibility Streamlining - Ten staff are eliminated by July 2001 as a result of improvements in work practices and supporting technologies used by community services offices. (General Fund-State, General Fund-Federal)

9. Reduce Supervisors in Child Support - Six managers are eliminated by July 2000 as a result of consolidation, elimination, or redistribution of work in the Division of Child Support. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Alcohol & Substance Abuse
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	95.7	43,309	219,123
Total Maintenance Changes	0.0	-43	-470
2000 Policy Changes:			
1. Drug Courts	0.0	994	994
2. Transfer from CTED	0.0	173	173
Total Policy Changes	0.0	1,167	1,167
1999-01 Revised Appropriations	95.7	44,433	219,820

Comments:

1. Drug Courts - Funding is provided for drug courts in King, Pierce and Spokane Counties. These drug courts have exhausted federal funding sources and state funds will enable them to operate at current levels. (General Fund-State)

2. Transfer from CTED - Funding is transferred from the Department of Community, Trade and Economic Development (CTED) for services to women who give birth to infants exposed to non-prescription use of controlled substances and/or abuse of alcohol by the mother during pregnancy. This will consolidate funding for this program within the Division of Alcohol and Substance Abuse. (General Fund - State)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Medical Assistance Payments
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	851.9	1,506,938	4,571,058
Total Maintenance Changes	0.0	68,171	142,149
2000 Policy Changes:			
1. Rural Hospital Reimbursement	0.8	0	1,602
2. Pharmacy Lawsuit	0.0	5,606	11,000
3. Public Hospital Payments	0.0	0	33,500
4. TANF Assets Disregard	0.0	290	588
5. Medicaid Fraud and Abuse Detection	0.6	-2,626	-5,404
6. Maximize ProShare Reimbursement	0.0	0	125,092
7. Restore Low-Income DSH	0.0	3,067	6,400
8. Prescription Drug Program Savings	1.9	-2,538	-5,000
9. Pharmacy Benefit Management	1.3	113	226
10. Insurance Market Reform	0.0	121	532
Total Policy Changes	4.5	4,033	168,536
1999-01 Revised Appropriations	856.4	1,579,142	4,881,743

Comments:

1. Rural Hospital Reimbursement - Funds are provided for the Department to develop a state enhanced reimbursement program for rural hospitals meeting specific criteria. (Health Services Account, General Fund-Federal)

2. Pharmacy Lawsuit - Funding is provided for the proposed settlement of the Allenmore Pharmacy, Inc. et al v. DSHS lawsuit. (General Fund-State, General Fund-Federal)

3. Public Hospital Payments - Funding is provided to public hospitals to support the disproportionate share program (DSH). (Health Services Account, General Fund-Federal, General Fund-Local)

4. TANF Assets Disregard - Funding is provided for individuals who are on Temporary Assistance for Needy Families (TANF) and have continued eligibility on Medicaid as a result of SHB 2686 (public assistance / income & resources) which requires that certain resources no longer be considered when determining eligibility. This change is expected to result in an additional 175 adults per month being covered by Medicaid during the second year of the biennium. (General Fund-State, General Fund-Federal)

5. Medicaid Fraud and Abuse Detection - Savings are achieved from a new fraud and abuse detection program implemented by the Department of Social and Health Services. The new program will help identify potential fraud and abuse cases and achieve increased cost recoveries in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

6. Maximize ProShare Reimbursement - Additional claiming opportunities result in increased Medicaid reimbursement for nursing home services (ProShare). (General Fund-Federal, Health Services Account)

7. Restore Low-Income DSH - Funding is provided to restore the low-income disproportionate share program to the same level as the 1997-99 biennium. (General Fund-State, General Fund-Federal)

8. Prescription Drug Program Savings - Savings are achieved by reducing the cost of prescription drugs based on the recommendations of the prescription drug task force. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Medical Assistance Payments

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9. Pharmacy Benefit Management - Funding is provided for the Department to research disease management programs which have proven effective with similar populations in other states, and to work with concerned provider and consumer groups to adapt them to Washington's service delivery system. Second, resources are provided for the Drug Utilization and Education Council to develop a proposed therapeutic substitution program for at least two classes of drugs. Prior to implementing either strategy, the Department is to report to the appropriate committees of the Legislature on its proposed approach. (General Fund-State, General Fund-Federal)

10. Insurance Market Reform - Substitute Senate Bill 6067 seeks to increase the availability of individual insurance coverage by providing for expanded enrollment in the Washington State High-Risk Insurance Pool (WSHIP). The amount by which WSHIP claims exceed the premiums paid by enrollees will be covered through assessments on insurance carriers, who are likely to pass the cost on in the premiums they charge other purchasers. Funding is provided to cover the projected impact of these assessments on calendar year 2001 Medicaid managed care rates. (General Fund-State, Health Services Account, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Vocational Rehabilitation
(Dollars in Thousands)

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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	335.2	18,038	102,848
Total Maintenance Changes	0.0	-633	-1,672
1999-01 Revised Appropriations	335.2	17,405	101,176

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Administration/Support Svcs
(Dollars in Thousands)

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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	738.2	50,895	98,216
Total Maintenance Changes	-35.0	-177	-2,284
2000 Policy Changes:			
1. Medicaid Fraud and Abuse Detection	3.1	933	3,184
2. Align Core Functions	-53.1	-2,416	-4,819
Total Policy Changes	-50.0	-1,483	-1,635
1999-01 Revised Appropriations	653.3	49,235	94,297

Comments:

1. Medicaid Fraud and Abuse Detection - Funding is provided for a fraud and abuse detection program. The new program will result in increased identification of potential fraud and abuse cases and increased cost recoveries and cost avoidance in the Long Term Care, Medical Assistance, and Developmental Disabilities programs. (General Fund-State, General Fund-Federal)

2. Align Core Functions - The Department of Social and Health Services will selectively reduce the number of staff across the agency, resulting in 220 fewer FTEs on the payroll at the beginning of the 2001-03 biennium. (General Fund-State, General Fund-Federal)

1999-01 Revised Budget (2000 Supp)
Dept of Social and Health Services
Payments to Other Agencies
(Dollars in Thousands)

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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	61,509	84,256
Total Maintenance Changes	0.0	906	91
1999-01 Revised Appropriations	0.0	62,415	84,347

Comments:

No policy changes were recommended.

1999-01 Revised Budget (2000 Supp)

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Department of Ecology

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,441.5	67,097	266,931
Total Maintenance Changes	0.0	55	103
2000 Policy Changes:			
1. Water Right Changes	4.0	925	925
2. Methamphetamine Lab Cleanup	2.0	0	749
3. Wastewater Discharge Permit Program	4.0	0	750
4. Continuing Woodstove Education	0.3	0	200
5. Air Quality Program	-9.0	9,803	-1,465
6. Federal Salmon Recovery Funding	-8.0	0	-3,453
7. Landscape Planning Pilot	-0.5	-68	-68
8. Pine Hollow EIS	0.0	0	375
9. Puget Sound Action Team	10.5	1,430	1,885
10. Federal Funding Authority	0.0	0	9,613
11. Roza Water Storage	0.0	0	300
12. Water Storage Task Force	0.4	150	150
13. Methow River Hydrological Data	0.0	0	0
14. Oil Spill Prevention	0.0	1,650	3,300
Total Policy Changes	3.7	13,890	13,261
1999-01 Revised Appropriations	1,445.1	81,042	280,295

Comments:

1. Water Right Changes - Funding is provided to implement Substitute Senate Bill 6525 (Water Rights Changes). Additional staff are added to the Department of Ecology's Water Resources Program to process water rights changes.

2. Methamphetamine Lab Cleanup - Funding is provided for cleanup of contamination resulting from methamphetamine manufacturing labs. The State Toxics Account will be used next biennium to pay for the ongoing cleanup costs. (Public Safety & Education Account).

3. Wastewater Discharge Permit Program - Appropriation authority is provided for permitting activities including stormwater management, municipal permit processing, and improved access to permit program information. (Water Quality Permit Account)

4. Continuing Woodstove Education - Local air quality programs will receive two-thirds of this one-time appropriation for local air quality efforts, and the Department of Ecology will utilize the remaining one-third to conduct education and outreach efforts. (Wood Stove Education and Enforcement Account)

5. Air Quality Program - Funding is provided to offset revenue lost from the recently repealed Clean Air Excise tax to maintain the state's Air Quality Program to protect public health. (General Fund State, Air Pollution Control Account)

6. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding of salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

7. Landscape Planning Pilot - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.

8. Pine Hollow EIS - Funding is provided to conduct an environmental impact statement of the Pine Hollow Reservoir Project in conjunction with the local irrigation district. (State Drought Preparedness Account)

9. Puget Sound Action Team - Funding is provided for the Puget Sound Action Team which is transferred from the Office of the Governor to the Department of Ecology. (General Fund State, General Fund Federal, Water Quality Account).

10. Federal Funding Authority - Appropriation authority is increased for federal funding anticipated in the 1999-01 biennium from the Environmental Protection Agency, the United States Fish and Wildlife Service, the National Oceanic and Atmospheric Administration, the United States Department of Energy, the Department of Defense, the Bonneville Power Administration, and the United States Geological Survey. (General Fund Federal)

11. Roza Water Storage - Funding is provided for a preconstruction analysis of the Roza irrigation district off-stream storage project at Washout Canyon. The analysis shall determine the site's suitability for construction of a retainment dam and water storage reservoir. (State Drought Preparedness Account)

12. Water Storage Task Force - Funding is provided for costs associated with staffing a water storage task force. The purpose of the task force is to examine the role of increased water storage in providing water supplies to meet the needs of fish, population growth, and economic development.

13. Methow River Hydrological Data - Funding is provided for a grant to the Methow River Planning unit to develop baseline hydrological data for the Methow River in response to endangered species act listings.

14. Oil Spill Prevention - Funding is provided for a contract for a rescue tug from October 2000 through April 2001. The Department is required to report to the Legislature on the activities performed by the tug. (General Fund State, Oil Spill Administration Account)

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State Parks and Recreation Comm

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	604.8	55,571	89,182
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Northwest Avalanche Center	0.0	78	78
2. Cascade Foothills Recreation	0.0	100	100
3. Native American Artifacts	0.0	0	0
Total Policy Changes	0.0	178	178
1999-01 Revised Appropriations	604.8	55,749	89,360

Comments:

1. Northwest Avalanche Center - Funding is provided to maintain the current operating level of the Northwest Weather and Avalanche Center. The Center provides weather and avalanche forecasts for motorists, skiers, and people participating in outdoor recreation activities.

2. Cascade Foothills Recreation - Funding is provided for an assessment of existing and future recreational demands in the west slope Cascade foothills.

3. Native American Artifacts - A portion of the funding provided in the 1999 Operating budget for inventory of Native American remains and artifacts is shifted from fiscal year 2000 to fiscal year 2001 for costs that will extend beyond the first fiscal year of the biennium.

1999-01 Revised Budget (2000 Supp)
Interagency Comm for Outdoor Rec
(Dollars in Thousands)

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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	23.1	275	3,294
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Hatchery Improvement Activities	0.0	0	3,332
Total Policy Changes	0.0	0	3,332
1999-01 Revised Appropriations	23.1	275	6,626

Comments:

1. Hatchery Improvement Activities - Federal funding is provided to develop guidelines for hatchery management, and for actions to use hatcheries to directly support fisheries, assist with the recovery of natural stocks, and minimize the potentially negative effects of hatchery programs upon naturally spawning populations. (General Fund - Federal)

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State Conservation Commission

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	14.5	5,264	11,126
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Federal Salmon Recovery Funding	0.0	0	-1,800
2. CREP Technical Assistance	-0.5	-300	-300
Total Policy Changes	-0.5	-300	-2,100
1999-01 Revised Appropriations	14.0	4,964	9,026

Comments:

1. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding of salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

2. CREP Technical Assistance - Funding for technical assistance for the Conservation Reserve and Enhancement Program is reduced to reflect a delay in persons enrolling in the program.

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Dept of Fish and Wildlife

6:23 pm

(Dollars in Thousands)

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	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,625.3	85,339	274,570
Total Maintenance Changes	-46.0	0	0
2000 Policy Changes:			
1. Landscape Planning Pilot	-1.9	-219	-219
2. Hatchery Production/ESA Strategy	0.0	703	903
3. Rebuilding Distressed Elk Herds	0.0	0	250
4. Safety Requirements	0.7	85	150
5. Chiliwist Fire: Feed/Rehabilitation	0.4	122	245
6. Recovery of Marine Fish	2.0	400	400
7. Increased Legal Services - ESA	0.0	150	150
8. Pheasant Enhancement	0.0	0	300
9. Warmwater Game Fish Program	0.0	0	80
10. Hunter Education Program	0.0	0	30
11. Bear and Cougar Management	4.0	800	800
12. ALEA Revenue Adjustment	0.0	0	-440
13. Federal Salmon Recovery Funding	-11.0	0	-3,375
14. Federal Salmon Enhancement Grants	0.0	0	1,000
15. Cost Reimbursement	0.0	0	384
Total Policy Changes	-5.8	2,041	658
1999-01 Revised Appropriations	1,573.5	87,380	275,228

Comments:

- 1. Landscape Planning Pilot** - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.
- 2. Hatchery Production/ESA Strategy** - Funding is provided to restore hatchery production, including steelhead production at Reiter Pond, and to study data related to operation of a hatchery for Lake Washington sockeye. Funding is also provided to continue the implementation of an Endangered Species Act strategy to modify existing hatcheries to support at-risk stocks. (General Fund State, Wildlife Account-State)
- 3. Rebuilding Distressed Elk Herds** - Funding is provided for elk population surveys to help in elk herd recovery and to develop more accurate harvest estimates for state and tribal managers. (State Wildlife Account-State)
- 4. Safety Requirements** - Funding is provided for a safety manager and safety equipment to meet current safety standards. (General Fund-State, State Wildlife Account-State)
- 5. Chiliwist Fire: Feed/Rehabilitation** - A fire in September 1999 burned approximately 1,800 acres of winter range in the Chiliwist Wildlife Area. Funding is provided for a winter feeding program for deer and range rehabilitation activities to provide natural forage and prevent the infestation of noxious weeds. (General Fund State, Wildlife Account-State)
- 6. Recovery of Marine Fish** - Funding is provided for science-based monitoring and fishery management to restore marine fish stocks including cod, herring, and rockfish. The Department is nearing completion of a draft Puget Sound groundfish recovery plan, and staff are provided to begin implementation of this plan. Specific activities include population monitoring, age composition analysis, genetic analysis to determine stock structure, and establishing and managing a network of marine protected areas.
- 7. Increased Legal Services - ESA** - Funding is provided for an additional Assistant Attorney General to engage in negotiating and litigating agency activities related to the listing of several salmonids under the Endangered Species Act, including hatchery and harvest management.

8. Pheasant Enhancement - An additional \$300,000 is provided for the Department to remove existing pheasant pens from the Whidbey Island Game Farm, raise pheasants for release on public lands, and for grants to enhance pheasant habitat. (Eastern Washington Pheasant Enhancement Account)

9. Warmwater Game Fish Program - Additional appropriation authority is provided for operation of the warm water game fish program to maintain existing productivity levels. (Warmwater Game Fish Account)

10. Hunter Education Program - Appropriation authority is provided to implement Substitute Senate Bill 6052 to allow a portion of the fees collected from concealed weapons permits to be used to support volunteer instructors in the basic firearms safety training program conducted by the Department. (State Wildlife Account-State)

11. Bear and Cougar Management - Funding is provided for eight additional enforcement officers for the Department to provide timely response to public complaints regarding bear and cougars, and to take appropriate management action, such as removal or relocation.

12. ALEA Revenue Adjustment - Revenue projections to the Aquatic Lands Enhancement Account have dropped since the biennial budget was enacted. Reductions will be made in the Department's salmon recovery efforts, shellfish management, and administration. (Aquatic Lands Enhancement Account)

13. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

14. Federal Salmon Enhancement Grants - Appropriation authority is increased for the Department to provide pass-through federal grants to Regional Fisheries Enhancement Groups for salmon enhancement projects. (Regional Fisheries Enhancement Salmonid Recovery Account-Federal)

15. Cost Reimbursement - Appropriation authority is provided to implement SSB 6277, which allows the Department to enter into cost-recovery agreements at the request of permit applicants (Cost Reimbursement for Leases and Environmental Permits). (General Fund - Private/Local)

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Department of Natural Resources

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(Dollars in Thousands)

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	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,608.4	51,425	247,938
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Landscape Mgmt Pilot Project	-1.7	-110	-110
2. Resource Management Costs	0.0	0	2,000
3. Emergency Fire Suppression	22.5	0	4,251
4. Correctional Camp Program	8.5	0	400
5. Forests and Fish Legislation	7.0	3,000	3,000
6. Reduced Revenue from Aquatic Lands	-1.5	0	-300
7. Reduce Air Pollution Control	-3.3	0	-177
8. Federal Salmon Recovery Funding	-6.0	0	-10,991
9. Tributyl-tin Sediment Study	0.0	0	250
10. Cost Reimbursement	0.0	0	384
11. Lake Whatcom Landscape Management	0.1	0	2,043
Total Policy Changes	25.7	2,890	750
1999-01 Revised Appropriations	1,634.1	54,315	248,688

Comments:

1. Landscape Mgmt Pilot Project - Funding is removed for the pilot landscape management plans initiated in the 1997-99 biennium.

2. Resource Management Costs - Appropriation authority is increased for the Resource Management Cost Account to support revenue-generating activities within the Department. (Resource Management Cost Account)

3. Emergency Fire Suppression - Funding is provided for fire suppression activities on state lands during the 1999 fire season. Additional authority is provided in federal and private/local funds to properly account for fire fighting costs on lands owned by others. (General Fund-Federal, General Fund-Private/Local, Disaster Response Account-State)

4. Correctional Camp Program - Additional appropriation authority is provided for operation of the Department's Correctional Camp Program to cover the costs of reimbursable payments from the Department of Corrections and other contracting parties. (General Fund-Private/Local)

5. Forests and Fish Legislation - Funding is provided to continue implementation of the Forest Practices - Salmon Recovery Act of 1999, including establishment of a Small Forest Landowner Office, rule development, technology improvements required to implement the rule, and technical assistance for landowners to comply with the new rules. (General Fund-State, General Fund-Federal)

6. Reduced Revenue from Aquatic Lands - Revenue projections to the Aquatic Lands Enhancement Account have dropped since the biennial budget was enacted. Reductions will be made in the Department's grant administration and aquatic land management activities. (Aquatic Lands Enhancement Account)

7. Reduce Air Pollution Control - Appropriation authority is reduced due to the elimination of the Clean Air Excise Tax. Public safety and fire prevention activities of the outdoor burning program are continued from permit fees collected solely for that purpose. (Air Pollution Control Account)

8. Federal Salmon Recovery Funding - Appropriation authority is reduced for federal funding for salmon recovery efforts due to lower than anticipated funding from the federal government. (General Fund-Federal)

9. Tributyl-tin Sediment Study - Appropriation authority is provided for a study of a new protocol developed for testing dredged sediments that may be contaminated with tributyl-tin. (Aquatic Land Dredged Material Disposal Site Account)

10. Cost Reimbursement - Appropriation authority is provided to implement SSB 6277, which allows the Department to enter into cost-recovery agreements at the request of permit applicants (Cost Reimbursement for Leases and Environmental Permits). (General Fund - Private/Local)

11. Lake Whatcom Landscape Management - Funding is provided to implement Senate Bill 6731 (Lake Whatcom). The Department will complete the Lake Whatcom landscape management plan and implement plan recommendations for harvest and road management. Additional appropriation authority is provided from the Forest Development Account for immediate road maintenance and repair. (Forest Development Account, Resource Management Cost Account)

1999-01 Revised Budget (2000 Supp)
Department of Agriculture
(Dollars in Thousands)

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	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	711.2	14,792	81,239
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Asian Gypsy Moth	0.0	600	600
Total Policy Changes	0.0	600	600
1999-01 Revised Appropriations	711.2	15,392	81,839

Comments:

- 1. Asian Gypsy Moth** - Funding is provided to conduct eradication efforts of Asian Gypsy Moth, a pest that feeds on conifer trees.

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Washington State Patrol

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(Dollars in Thousands)

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	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	511.3	42,987	74,299
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Agency Efficiencies	-7.0	-688	-688
2. Oil/Gas Pipeline Safety	0.5	125	125
3. License Fraud Investigators	-1.5	-243	-243
4. Vulnerable Adults	0.8	0	216
5. WTO Response	0.0	0	1,386
6. Replace Crime Lab Funding (I-695)	0.0	0	0
7. Missing Children's Task Force	0.0	0	434
8. Justice Information Network	0.0	0	179
9. Drug Lab Forensic Investigators	1.0	141	141
10. Narcotics Grant Match	0.0	0	454
11. Regional Info Sharing (RISSNET)	0.0	25	25
12. Toxicology Lab Transition	0.0	0	473
13. Toxicology Lab Technical Correction	0.0	0	300
14. Toxicology Lab: Network Study	0.0	0	100
Total Policy Changes	-6.3	-640	2,902
1999-01 Revised Appropriations	505.1	42,347	77,201

Comments:

1. Agency Efficiencies - Funding is reduced to better reflect actual expenditures through November 1999, in activities funded from the general fund in the Support Services Bureau and the Investigative Services Bureau. Funding is also reduced to reflect on-going savings, but only in the Support Services Bureau.

2. Oil/Gas Pipeline Safety - Funding is provided to implement Engrossed Second Substitute House Bill No. 2420 (Oil/Gas Pipeline Safety). The Washington State Patrol will evaluate the preparedness of local first responders, conduct an assessment of the equipment and personnel, and develop curricula for training local first responders to deal with pipeline accidents.

3. License Fraud Investigators - A total of 22 FTE staff funded by both the transportation and operating budgets have been assigned to investigate vehicle license fraud. Funding is removed for investigators funded from the general fund beginning in fiscal year 2001.

4. Vulnerable Adults - Funding is provided to implement Substitute House Bill No. 2637 (vulnerable adults). The bill requires home care workers who have resided in the state for fewer than three years to be screened using both a state background check as well as a FBI interstate history background checks. (Fingerprint Identification-State)

5. WTO Response - Funding is provided for State Patrol participation in support of the World Trade Organization conference held last winter. The State Patrol provided traffic control, dignitary escorts, and security for the event. (Disaster Response Account-State)

6. Replace Crime Lab Funding (I-695) - Funds are provided to replace those lost as a result of passage of Initiative 695 to maintain service levels at the Washington State Patrol crime laboratory. The State Crime Laboratory provides forensic and DNA analysis of crime scene evidence for state and local criminal justice agencies. (Public Safety and Education Account, County Criminal Justice Assistance Account, and Municipal Criminal Justice Assistance Account).

1999-01 Revised Budget (2000 Supp)
Washington State Patrol

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- 7. Missing Children's Task Force** - In 1999, the Legislature enacted legislation which created a task force on missing and exploited children within the Washington State Patrol. At that time, funding was provided only for the first year of the 1999-01 biennium. Funding is provided to continue the operation of the task force in fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)
- 8. Justice Information Network** - The Justice Information Network (JIN) is a long-term, multi-jurisdictional project to improve the accuracy, completeness, and timeliness of information used by the criminal justice system. Funding is provided to add an electronic interface between the Automated Fingerprint Identification System and the Washington State Identification System. Federal funding for the JIN project for fiscal year 2001 is provided from federal Byrne Grant funding through the Department of Community, Trade, and Economic Development. (Public Safety and Education Account-State, Fingerprint Identification Account-State)
- 9. Drug Lab Forensic Investigators** - Funding is provided for two additional forensic scientists to respond to the scene of, and support testing generated by, an increasing number of clandestine drug laboratories. The scientists will collect and provide analysis of evidence seized from these labs.
- 10. Narcotics Grant Match** - For the past several biennia, the Washington State Patrol has been the recipient of allocations of federal Byrne grant funding for the support of multi-jurisdictional drug task forces. State funds are provided to match the Byrne grant funding during fiscal year 2001. (Public Safety and Education Account-State, Federal Seizure Account-Nonappropriated, State Seizure Account-Nonappropriated)
- 11. Regional Info Sharing (RISSNET)** - Funding is provided to conduct a needs assessment and feasibility study for a system to aid in the identification, tracking, analysis, and apprehension of criminals. The system being contemplated would make criminal intelligence and investigation data available to law enforcement and corrections personnel across Washington state on a 24-hour basis.
- 12. Toxicology Lab Transition** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. Funding is provided to complete this transition and to replace outdated instruments used for the analysis of illicit drugs. (Death Investigations Account-State)
- 13. Toxicology Lab Technical Correction** - The State Toxicology Laboratory was transferred from the University of Washington to the Washington State Patrol by the 1999 Legislature. A portion of the revenue that supports the Toxicology Laboratory comes from the Liquor Revolving Account. In the past, these funds were expended by the University of Washington through a non-appropriated account. Because the State Patrol does not have a nonappropriated account in which to receive and expend these funds, the transfer of these revenues to the Washington State Patrol necessitates an increase in the appropriation authority for the Death Investigations Account. This funding supports existing maintenance contracts on scientific equipment, other systems support, and the cost of referred testing for poisons that cannot be conducted at the State Toxicology Laboratory. (Death Investigations Account-State)
- 14. Toxicology Lab: Network Study** - Funding is provided to conduct pre-design activities for a system that will link the toxicology lab to the justice information network. The system would provide local law enforcement agencies with electronic access to causes of death and results of toxicological tests. (Death Investigations Account-State)

1999-01 Revised Budget (2000 Supp)

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Department of Licensing

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	261.6	10,466	33,691
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Division Fund Realignment	0.0	447	0
2. Uniform Commercial Code Automation	0.0	0	326
3. Agency Support Services Realignment	0.0	45	-398
4. Adjust Real Estate Research Account	0.0	0	-71
5. Change in Business Operations	0.0	-457	-457
Total Policy Changes	0.0	35	-600
1999-01 Revised Appropriations	261.6	10,501	33,091

Comments:

1. Division Fund Realignment - Funding sources are adjusted for the office of the Assistant Director, Core Training, Decentralized Administrative Services, and Decentralized Information Services within the Business and Professions Division to accurately represent the services provided to direct program areas. (General Fund-State, various other funds)

2. Uniform Commercial Code Automation - Increased appropriation authority is provided from the Uniform Commercial Code (UCC) Account for consultant support to re-engineer current work processes, develop the necessary software, and provide electronic retrieval and processing to speed the filing and searching of UCC records. (Uniform Commercial Code Account-State)

3. Agency Support Services Realignment - Funding sources are adjusted for the Management and Support Services program and the Information Services program to accurately represent the services provided to direct program areas. (General Fund-State, various other funds)

4. Adjust Real Estate Research Account - Expenditures from the Real Estate Research Account are adjusted to match anticipated revenue. (Real Estate Research Account-State)

5. Change in Business Operations - The Department will reduce division and agency overhead by approximately 10 percent for the programs funded from General Fund-State.

1999-01 Revised Budget (2000 Supp)

Public Schools OSPI & Statewide Programs (Dollars in Thousands)

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	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	254.6	53,638	148,615
Total Maintenance Changes	0.5	0	3,898
2000 Policy Changes:			
1. Information Tech Workforce Training	0.0	800	800
2. Teacher Professional Standards Bd	2.0	431	431
3. Civil Liberties Education	0.3	150	150
4. World War II Oral History Project	0.3	150	150
5. Nursing Assistant Training	0.0	0	832
6. Filtering Servers	0.0	431	431
7. Transportation Grants	0.0	0	4,000
8. Voc Student Organization	0.0	100	100
9. Funding Source Change	0.0	348	0
10. Future Teachers Condit. Scholarship	0.0	885	885
11. School Safety	0.0	0	5,205
12. Federal Teacher Quality Grant	1.3	0	1,078
Total Policy Changes	3.8	3,295	14,062
1999-01 Revised Appropriations	258.9	56,933	166,575

Comments:

1. Information Tech Workforce Training - Additional funding is provided for K-12 information technology grants for high school programs that prepare students to achieve skills certification for information technology careers. A match of cash, in-kind, or donations equivalent to one-half the grant amount is required.

2. Teacher Professional Standards Bd - Funds are provided to implement EHB 2760 (educator quality) which establishes a professional standards board for educators. The function of the board is to advise the State Board of Education on teacher certification matters and to prepare a basic skills teacher assessment for September 1, 2001. The appropriation includes funds for the operation of the board and for preparation of the teacher assessment.

3. Civil Liberties Education - Funding is provided for grants to develop educational materials under the Washington civil liberties public education program created in E2SHB 1572 (civil liberties education). Grants may be provided to develop curriculum materials to complement or augment current resources on the history and the lessons of the World War II exclusion, removal, and detention of persons of Japanese ancestry. In addition, grants can be utilized to develop videos, plays, presentations, speaker bureaus, and exhibitions.

4. World War II Oral History Project - Funding is provided to implement SHB 2418 (WW II Oral History Project). The Office of the Superintendent of Public Instruction, with the assistance of an advisory group, will develop instructional guides. Mini-grants will be provided to school districts for documentation projects to supplement the instructional guides.

5. Nursing Assistant Training - Funds are provided to train one classified staff per elementary school as a certified nursing assistant. Training funds include costs for tuition, books, and any required registration or certifications.

6. Filtering Servers - One-time funding is provided to purchase a filtering server for districts that do not have a computer filtering system in place.

1999-01 Revised Budget (2000 Supp)

Public Schools OSPI & Statewide Programs

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7. Transportation Grants - One-time funding is provided for grants to school districts to assist with higher-than-anticipated fuel costs in calendar year 2000. Grants will be provided to participating districts based on weighted pupil miles from the 1999-00 school year. (Emergency Reserve Fund)

8. Voc Student Organization - Additional funding is provided to support the coordination of current vocational student organizations (VSOs). VSOs provide students opportunities to gain competencies and develop leadership skills.

9. Funding Source Change - Funding for the administration of the Traffic Safety Education Program is transferred from the Public Safety and Education Account to the General Fund.

10. Future Teachers Condit. Scholarship - Funding is provided for college loans up to \$4,000 annually through future teacher conditional scholarships. Scholarships may be provided to qualified K-12 classified employees. Recipients of the loans must maintain a 3.0 or better grade point average in college. The loan obligation can be repaid by teaching in a Washington public school.

11. School Safety - The Office of the Superintendent of Public Instruction was unable to fund all qualifying school security grants within the amounts appropriated for the 1999-01 biennium. Additional funding is provided for the 2000-01 school year to fully fund qualifying applications. (Violence Reduction and Drug Enforcement Account)

12. Federal Teacher Quality Grant - Appropriation authority is provided for the second year of a three year federal Teacher Quality Enhancement Grant from the U.S. Department of Education. The grant provides funding for pilot projects that will assist in the development of statewide models that link teacher preparation to pupil outcomes, align teacher preparation programs with ongoing professional training and teacher certification, and extend successful local and regional programs to ensure competent teachers in high-poverty areas. (General Fund-Federal)

1999-01 Revised Budget (2000 Supp)

Public Schools General Apportionment (Dollars in Thousands)

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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	7,096,837	7,096,837
Total Maintenance Changes	0.0	-85,366	-85,366
2000 Policy Changes:			
1. Pension Changes	0.0	-31,567	-31,567
2. Enrollment Decline Transition	0.0	1,948	1,948
3. Substitute Teacher Pay	0.0	3,937	3,937
Total Policy Changes	0.0	-25,682	-25,682
1999-01 Revised Appropriations	0.0	6,985,789	6,985,789

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

2. Enrollment Decline Transition - Enrollment decline transition funds are provided for the 1999-00 school year. Districts which experience an enrollment decline of 300 or more full-time equivalent students or 4.5 percent or more of their enrollment when compared with the prior school year are eligible for the funds. Eligible districts will receive funding for up to 25 percent of the enrollment decline at the basic education unenhanced rate for the district.

3. Substitute Teacher Pay - Allocations for substitute teachers are a component of the state's basic education definition. For the 2000-01 school year, the biennial budget provides 5 days of substitute teacher time at a rate of \$77.51 per day for the apportionment and special education programs. The budget increases the rate to \$98.87 per day, a 27.6 percent increase.

1999-01 Revised Budget (2000 Supp)

Public Schools Pupil Transportation (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	360,727	360,727
Total Maintenance Changes	0.0	1,647	1,647
2000 Policy Changes:			
1. Pension Changes	0.0	-109	-109
Total Policy Changes	0.0	-109	-109
1999-01 Revised Appropriations	0.0	362,265	362,265

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
School Food Services
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	6,200	265,240
Total Maintenance Changes	0.0	0	32,721
1999-01 Revised Appropriations	0.0	6,200	297,961

Comments:

No changes were recommended.

1999-01 Revised Budget (2000 Supp)

Public Schools Special Education (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	785,497	933,656
Total Maintenance Changes	0.0	-9,999	13,509
2000 Policy Changes:			
1. Pension Changes	0.0	-3,427	-3,427
2. Substitute Teacher Pay	0.0	422	422
3. Safety Net Staffing	1.5	0	0
Total Policy Changes	1.5	-3,005	-3,005
1999-01 Revised Appropriations	1.5	772,493	944,160

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

2. Substitute Teacher Pay - Allocations for substitute teachers are a component of the state's basic education definition. For the 2000-01 school year, the biennial budget provides 5 days of substitute teacher time at a rate of \$77.51 per day for the apportionment and special education programs. The budget increases the rate to \$98.87 per day, a 27.6 percent increase.

3. Safety Net Staffing - Budget language is added authorizing the Superintendent of Public Instruction to expend up to \$100,000 per year of state safety net funds to provide staff assistance to the safety net oversight committee in analyzing applications for safety net funds received by the committee.

1999-01 Revised Budget (2000 Supp)

Public Schools
Traffic Safety Education
(Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	16,276
Total Maintenance Changes	0.0	0	-767
2000 Policy Changes:			
1. Funding Source Change	0.0	15,509	0
Total Policy Changes	0.0	15,509	0
1999-01 Revised Appropriations	0.0	15,509	15,509

Comments:

1. Funding Source Change - Funding for the Traffic Safety Education Program is transferred from the Public Safety and Education Account to the General Fund.

1999-01 Revised Budget (2000 Supp)

Public Schools Educational Service Districts (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	9,094	9,094
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Pension Changes	0.0	-27	-27
Total Policy Changes	0.0	-27	-27
1999-01 Revised Appropriations	0.0	9,067	9,067

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Public Schools
Levy Equalization
(Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	206,288	206,288
Total Maintenance Changes	0.0	18,389	18,389
1999-01 Revised Appropriations	0.0	224,677	224,677

Comments:

No changes were recommended.

1999-01 Revised Budget (2000 Supp)
Public Schools
Elementary/Secondary School Improv
(Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	264,388
Total Maintenance Changes	0.0	0	20,805
1999-01 Revised Appropriations	0.0	0	285,193

Comments:

No changes were recommended.

1999-01 Revised Budget (2000 Supp)

Public Schools Institutional Education (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	41,743	50,291
Total Maintenance Changes	0.0	-2,785	-2,785
2000 Policy Changes:			
1. Pension Changes	0.0	-193	-193
Total Policy Changes	0.0	-193	-193
1999-01 Revised Appropriations	0.0	38,765	47,313

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Public Schools Ed of Highly Capable Students (Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	12,446	12,446
Total Maintenance Changes	0.0	-120	-120
2000 Policy Changes:			
1. Pension Changes	0.0	-57	-57
Total Policy Changes	0.0	-57	-57
1999-01 Revised Appropriations	0.0	12,269	12,269

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Public Schools Education Reform (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	34.6	69,499	69,732
Total Maintenance Changes	0.0	-1,121	-1,121
2000 Policy Changes:			
1. Accountability Commission	0.8	250	250
2. Teacher Assistance Program	0.0	-3,445	-3,445
3. Principal Mentorship Program	0.0	125	125
4. Better Schools Fund	0.0	0	57,500
5. National Teacher Certif Bonus	0.0	65	65
6. Supt / Principal Internships	0.0	610	610
7. Second Grade Reading Assessment	0.0	106	106
Total Policy Changes	0.8	-2,289	55,211
1999-01 Revised Appropriations	35.4	66,089	123,822

Comments:

1. Accountability Commission - Additional funding is provided to the Academic Achievement and Accountability Commission for a research analyst position, consultant services, and an expanded meeting schedule.

2. Teacher Assistance Program - Funding for the Teacher Assistance Program (TAP) is eliminated in FY 2001. The Teacher Assistance Program includes mentorship assistance, stipends for mentors and beginning teachers, training workshops, and the use of substitutes to allow mentors and beginning teachers to jointly observe different teaching situations. Recent reviews of the program found that TAP, which was created in 1985, has not been changed to reflect education reform efforts.

3. Principal Mentorship Program - Funding is provided for a principal support program. Under the program, new principals will develop an individualized, professional growth plan and will receive mentorship support for up to three years.

4. Better Schools Fund - Legislation is proposed to transfer State Lottery revenues to the new Better Schools Fund starting January 1, 2001. Appropriations from the Better School Fund will be allocated to school districts based on the number of full-time equivalent students during the prior school year. Funds can be used for class size reductions, extended learning programs, professional development, developmental preschool programs, or facility improvements directly related to the enhanced programs. The appropriation from the Better Schools Fund is subject to enactment of HB 3171 (improving funding for education). (Better Schools Fund)

5. National Teacher Certif Bonus - Beginning in the 2000-01 school year, teachers who achieve certification through the National Board for Professional Teaching Standards (NBPTS) will receive a \$3,500 bonus. Upon achieving certification, NBPTS certified teachers will receive a bonus for a maximum of two years.

6. Supt / Principal Internships - Funding is provided for an additional 118 internships to meet the expected demand for internships in the 2000-01 school year. Expenditures in this program primarily pay for substitute teachers to backfill the regular classroom of principal interns while the interns train as administrators during the school day.

7. Second Grade Reading Assessment - Funds are provided to pay for training of new second grade teachers and for replacement of assessment materials for the second grade reading test. This test was enacted by the 1997 Legislature and requires teachers to assess individual student's reading ability using approved assessment materials.

1999-01 Revised Budget (2000 Supp)

Public Schools Transitional Bilingual Instruction (Dollars in Thousands)

Tuesday, March 21, 2000
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	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	71,744	71,744
Total Maintenance Changes	0.0	2,197	2,197
2000 Policy Changes:			
1. Pension Changes	0.0	-460	-460
Total Policy Changes	0.0	-460	-460
1999-01 Revised Appropriations	0.0	73,481	73,481

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)
Public Schools
Learning Assistance Program (LAP)
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	146,250	146,250
Total Maintenance Changes	0.0	-7,439	-7,439
2000 Policy Changes:			
1. Pension Changes	0.0	-405	-405
Total Policy Changes	0.0	-405	-405
1999-01 Revised Appropriations	0.0	138,406	138,406

Comments:

1. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

1999-01 Revised Budget (2000 Supp)

Public Schools
Block Grants
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	60,720	60,720
Total Maintenance Changes	0.0	-424	-424
1999-01 Revised Appropriations	0.0	60,296	60,296

Comments:

No changes were recommended.

1999-01 Revised Budget (2000 Supp)

Public Schools Compensation Adjustments (Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	536,295	536,295
Total Maintenance Changes	0.0	-5,104	-5,104
2000 Policy Changes:			
1. Health Benefit Rate Adjustments	0.0	1,464	1,464
2. Pension Changes	0.0	-2,974	-2,974
3. Substitute Teacher Pay	0.0	265	265
4. Insurance Market Reform	0.0	381	381
Total Policy Changes	0.0	-864	-864
1999-01 Revised Appropriations	0.0	530,327	530,327

Comments:

1. Health Benefit Rate Adjustments - Funding is provided for an expected increase in health benefit insurance rates for calendar year 2001 by increasing the monthly rate per K-12 employee by \$1.82 per month. In addition, the rate is increased by \$0.02 per month for expanded prescription drug coverage. This is consistent with increases funded for state employees covered under public employees benefits board (PEBB) plans for the same purpose.

2. Pension Changes - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the PERS employer rate will drop from the current 4.41 percent of salary to 3.58 percent of salary, and the TRS employer rate will decrease from the current 8.49 percent to 6.03 percent. Beginning September 1, 2000, the PERS rate will increase to 4.44 percent and the TRS rate will increase to 7.10 percent to pay for the increased pension costs resulting from ESSB 6530 (pension enhancements). The bill decreases the reduction applied to the retirement allowance of certain members of TRS and PERS who retire early. Also beginning May 1, 2000, the DRS administrative rate will increase from .19 percent to .23 percent.

3. Substitute Teacher Pay - Funds are provided to increase substitute teacher pay allocations in the apportionment program, which increases the amount of salary increase amounts needed.

4. Insurance Market Reform - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased premiums resulting from increased assessments on health carriers providing care to school district employees.

1999-01 Revised Budget (2000 Supp)
Public Schools
Common School Construction
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	0	72,000
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Transfer to Common School Construct	0.0	0	6,612
Total Policy Changes	0.0	0	6,612
1999-01 Revised Appropriations	0.0	0	78,612

Comments:

1. Transfer to Common School Construct - State agency savings deposited in the Education Savings Account were larger than anticipated in FY 1999. These funds are transferred to the Common School Construction Account for K-12 school construction projects in the 1999-01 biennium. (Education Savings Account)

1999-01 Revised Budget (2000 Supp)
Higher Education Coordinating Board
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	73.5	237,237	247,435
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Washington's Promise Scholarships	0.0	2,240	2,240
2. High Demand Enrollment Adjustment	0.0	-424	-424
Total Policy Changes	0.0	1,816	1,816
1999-01 Revised Appropriations	73.5	239,053	249,251

Comments:

1. Washington's Promise Scholarships - Promise scholarships are provided for students ranking academically in the top 10 percent of their high school's graduating class in 1999-00 and the top 15 percent in 2000-01. The scholarships are for the equivalent of full community college tuition. Supplemental funding is necessary to reduce the need to award less than the full scholarship level due to demand in excess of original projections.

2. High Demand Enrollment Adjustment - The 1999-01 budget provided for 500 enrollments in high demand courses for the 2000-01 academic year. The cost to the institutions is less than originally estimated.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

University of Washington

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	17,439.7	650,906	2,711,104
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Olympic College 2+2 Transfer	0.0	-425	-425
2. Forensic Pathology Vacancy	0.0	0	-76
3. Enhanced Prescription Benefit	0.0	1	1
4. HB Trend and UMP Claims	0.0	623	630
5. Enrollment Adjustment '01	-9.0	-1,234	-1,234
6. Graduate Student Health Insurance	0.0	450	450
7. Commodity Internet Connectivity	0.0	750	750
8. Insurance Market Reform Assessments	0.0	17	17
Total Policy Changes	-9.0	182	113
1999-01 Revised Appropriations	17,430.8	651,088	2,711,217

Comments:

1. Olympic College 2+2 Transfer - Current level funds and 30 full-time equivalent students for the Olympic College 2+2 program are transferred from the University of Washington to the State Board for Community and Technical Colleges. Olympic Community College will receive and apply these monies to expand or foster partnerships with accredited baccalaureate(s) institutions so that upper division classes continue to be offered locally for place- and time-bound students on the Kitsap Peninsula. The partnership with the UW-Tacoma ended last summer.

2. Forensic Pathology Vacancy - One-time savings will accrue to the State Death Investigations Account due to a vacant position in the Forensic Pathology Program at the University of Washington (Death Investigations Account--State).

3. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription contraceptive benefits coverage in health plans offered by the Public Employees' Benefits Board.

4. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001. (General Fund-State, Accident Account, Medical Aid Account)

5. Enrollment Adjustment '01 - The higher education budget enrollment policy provides overall system growth of 2 percent instead of 2.5 percent to reflect continued system-wide shortfalls in actual enrollments relative to budgeted enrollments. As a result, the main campus of the University of Washington will be budgeted to increase by 81 full time equivalent students instead of 109 from current year enrollment levels; the Bothel branch campus will increase by 144 instead of 193 and the Tacoma branch campus will increase by 163 instead of 218.

6. Graduate Student Health Insurance - Fifty percent of funds necessary to maintain the current level of graduate appointee health insurance coverage is provided. The University is expected to allocate existing funds or use co-payments to provide the balance of funds to maintain current levels of coverage.

7. Commodity Internet Connectivity - Funding is provided for campus use of the Internet. Federal funding is being discontinued due to general campus use that is beyond the type of telecommunications applications consistent with the mission of the National Science Foundation.

8. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Washington State University

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	5,507.6	380,566	787,015
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Air Pollution Control Fund Adjust	0.0	0	-149
2. Enhanced Prescription Benefit	0.0	1	1
3. HB Trend and UMP Claims	0.0	369	369
4. Boiler Replacement	0.0	3,600	3,600
5. Enrollment Adjustment '01	-15.3	-1,554	-1,554
6. Biotech Research	2.8	450	450
7. Insurance Market Reform Assessments	0.0	10	10
Total Policy Changes	-12.5	2,876	2,727
1999-01 Revised Appropriations	5,495.1	383,442	789,742

Comments:

1. Air Pollution Control Fund Adjust - Funding is reduced due to the loss of revenue to the Air Pollution Control Account as a result of Initiative 695. (Air Pollution Control Account)

2. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription contraceptive benefits coverage in health plans offered by the Public Employees' Benefits Board.

3. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

4. Boiler Replacement - During recent inspections of the the boilers used for heating the Pullman campus, the University determined there was a need for immediate replacement. The University has been renting replacement units for this winter. Funding is provided for permanent replacement.

5. Enrollment Adjustment '01 - The higher education budget enrollment policy provides overall system growth of 2 percent instead of 2.5 percent to reflect continued system-wide shortfalls in actual enrollments relative to budgeted enrollments. As a result, the main campus of Washington State University will be budgeted to increase by 496 full time equivalent students instead of 665 from current year enrollment levels; the Spokane branch campus will increase by 558 instead of 601 and the Vancouver branch campus will increase by 113 instead of 151. The TriCities branch campus enrollment is adjusted to 616 without a reduction of funds to provide resources for meeting enrollment goals.

6. Biotech Research - The University will develop biomedical research programs in Spokane. The research will contribute to the efforts of the Spokane Intercollegiate Research and Technology Institute (SIRTI) to provide economic development for eastern Washington through commercialization of ideas from higher education.

1999-01 Revised Budget (2000 Supp)
Washington State University

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

7. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Eastern Washington University

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,151.6	84,965	152,636
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	90	90
2. Enrollments EWU '01	2.0	100	100
3. Insurance Market Reform Assessments	0.0	2	2
Total Policy Changes	2.0	192	192
1999-01 Revised Appropriations	1,153.6	85,157	152,828

Comments:

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Enrollments EWU '01 - Recognizing current higher enrollment trends at Eastern Washington University, additional funds are provided for 21 full time equivalent students above current year enrollment levels.

3. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Central Washington University

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,037.1	86,363	155,536
Total Maintenance Changes	0.0	324	324
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	96	96
2. Enrollment Adjustment '01	-3.8	-477	-477
3. Insurance Market Reform Assessments	0.0	3	3
Total Policy Changes	-3.8	-378	-378
1999-01 Revised Appropriations	1,033.4	86,309	155,482

Comments:

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Enrollment Adjustment '01 - The higher education budget enrollment policy provides overall system growth of 2 percent instead of 2.5 percent to reflect continued system-wide shortfalls in actual enrollments relative to budgeted enrollments. As a result, Central Washington University will be budgeted to increase by 295 full time equivalent students instead of 395 from current year enrollment levels.

3. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

The Evergreen State College

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	633.5	46,592	81,623
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. WSIPP Child Welfare Study	0.0	225	225
2. HB Trend and UMP Claims	0.0	51	51
3. Enrollment Adjustment '01	-0.2	-20	-20
4. WSIPP Jail Health Cost Study	0.0	50	50
5. WSIPP Study Adjustment	0.0	-60	-60
6. Insurance Market Reform Assessments	0.0	1	1
Total Policy Changes	-0.2	247	247
1999-01 Revised Appropriations	633.3	46,839	81,870

Comments:

1. WSIPP Child Welfare Study - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to examine current issues in the child welfare system. The budget act provides specific direction about each element of the study which includes: (a) barriers to improved educational attainment by children in long-term foster care; (b) best practices in the placement and funding of residential care for children, and (c) criteria, service level decisions and funding methods for adoption support. Findings will be reported to the Legislature by December 15, 2000.

2. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

3. Enrollment Adjustment '01 - The higher education budget enrollment policy provides overall system growth of 2 percent instead of 2.5 percent to reflect continued system-wide shortfalls in actual enrollments relative to budgeted enrollments. As a result, The Evergreen State College is budgeted to increase by 12 full time equivalent students instead of 16 from current year enrollment levels.

4. WSIPP Jail Health Cost Study - One-time funding is provided for the Washington State Institute for Public Policy (WSIPP) to examine how the health services purchasing power of the state can be used to reduce local jail and detention costs.

5. WSIPP Study Adjustment - Because of the late start date of new programs for street youths to be studied by the Washington Institute for Public Policy (WSIPP), the research funding needs to be shifted so that six months of work is extended into fiscal year 2002.

6. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)**Western Washington University**

(Dollars in Thousands)

Tuesday, March 21, 2000

6:23 pm

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	1,607.5	109,565	219,430
Total Maintenance Changes	2.0	123	123
2000 Policy Changes:			
1. HB Trend and UMP Claims	0.0	116	116
2. Enrollment Adjustment '01	-1.7	-214	-214
3. Insurance Market Reform Assessments	0.0	3	3
Total Policy Changes	-1.7	-95	-95
1999-01 Revised Appropriations	1,607.8	109,593	219,458

Comments:

1. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

2. Enrollment Adjustment '01 - The higher education budget enrollment policy provides overall system growth of 2 percent instead of 2.5 percent to reflect continued system-wide shortfalls in actual enrollments relative to budgeted enrollments. As a result, Western Washington University is budgeted to increase by 130 full time equivalent students instead of 174 from current year enrollment levels.

3. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
Community/Technical College System
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	13,562.4	942,051	1,505,015
Total Maintenance Changes	0.0	665	79
2000 Policy Changes:			
1. Expand Distance Learning	6.0	1,500	1,500
2. Olympic College 2+2 Transfer	0.0	425	425
3. Enhanced Prescription Benefit	0.0	2	2
4. HB Trend and UMP Claims	0.0	893	893
5. Roof Replacement	0.0	1,000	1,000
6. Facilities Maintenance & Operations	1.2	666	666
7. Students With Disabilities	0.0	500	500
8. Information Technology Grants	0.0	1,200	1,200
9. Insurance Market Reform Assessments	0.0	24	24
Total Policy Changes	7.2	6,210	6,210
1999-01 Revised Appropriations	13,569.6	948,926	1,511,304

Comments:

1. Expand Distance Learning - Funding is provided for the one-time acquisition of computer hardware and programming services to lay the foundation for a one-stop distance learning system that students can use to search for available classes and complete other admissions tasks.

2. Olympic College 2+2 Transfer - Current level funds and 30 full-time equivalent students for the Olympic College 2+2 program are transferred from the University of Washington to the State Board for Community and Technical Colleges. Olympic Community College will receive and apply these monies to expand or foster partnerships with accredited baccalaureate(s) institutions so that upper division classes continue to be offered locally for place- and time-bound students on the Kitsap Peninsula. The partnership with the UW-Tacoma ended last summer.

3. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription contraceptive benefits coverage in health plans offered by the Public Employees' Benefits Board.

4. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001.

5. Roof Replacement - Funding is provided to replace a failing roof at Columbia Basin College.

6. Facilities Maintenance & Operations - Funding is provided for maintenance and operations costs of recently completed facilities that were funded from local funds and certificates of participation.

7. Students With Disabilities - Sufficient funding is provided to meet emergent needs by the Community and Technical Colleges for services to assist students with disabilities. Current expenditures are approximately \$1.5 million per year.

1999-01 Revised Budget (2000 Supp)
Community/Technical College SystemTuesday, March 21, 2000
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8. Information Technology Grants - The 1999-01 budget adopted in 1999 included \$1.5 million for one-time grants to expand information technology and computer science programs. Successful grant applications were required to include a match of cash, in-kind, or donations equivalent to the grant amount. In response to substantial requests beyond the current appropriation, additional funds are provided to increase the number of grants.

9. Insurance Market Reform Assessments - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP.

1999-01 Revised Budget (2000 Supp)
State School for the Blind
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	77.0	7,992	8,636
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Teacher Training Days	0.0	44	44
2. Salary Correction	0.0	69	69
3. Training and support	0.0	104	104
Total Policy Changes	0.0	217	217
1999-01 Revised Appropriations	77.0	8,209	8,853

Comments:

1. Teacher Training Days - Funding is provided for three annual teacher training days that were funded last session for public schools in the state but not the Schools for the Deaf and Blind.

2. Salary Correction - Funding is provided for a 3 percent salary increase, to bring salaries up to the same level as in public schools in the district. Public school teachers received a 3 percent salary increase last year, and salary parity at the School for the Blind is legally mandated in RCW 72.40.028.

3. Training and support - Funding is provided to implement Substitute Senate Bill 6361, which increases training requirements for students, staff, and teachers at the School.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

State School for the Deaf

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	129.0	13,390	13,390
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Teacher Training Days	0.0	56	56
2. Salary Correction	0.0	77	77
3. Training and support	0.0	176	176
Total Policy Changes	0.0	309	309
1999-01 Revised Appropriations	129.0	13,699	13,699

Comments:

1. Teacher Training Days - Funding is provided for three annual teacher training days that were funded last session for public schools in the state but not the Schools for the Deaf and Blind.

2. Salary Correction - Funding is provided for a 3 percent salary increase, to bring salaries up to the same level as in public schools in the district. Public school teachers received a 3 percent salary increase last year, and salary parity at the School for the Blind is legally mandated in RCW 72.40.028.

3. Training and support - Funding is provided to implement Substitute Senate Bill 6361, which increases training requirements for students, staff, and teachers at the School.

1999-01 Revised Budget (2000 Supp)
Work Force Trng & Educ Coord Board
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	23.7	2,247	37,151
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Closing the Skills Gap	0.0	600	600
Total Policy Changes	0.0	600	600
1999-01 Revised Appropriations	23.7	2,847	37,751

Comments:

1. Closing the Skills Gap - Funding is provided for grants to local workforce development councils that will help close the skills gap facing Washington's industries. Facilitators will bring businesses, labor organizations, and/or industry associations together into industry skills panels that will identify skills gaps in their industry and develop training curriculums that will provide the education needed by workers to fill those gaps. Expenditure of these funds requires a 50 percent cash or in-kind match from the industries involved in the skills panels. (General Fund-State)

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

State Library
(Dollars in Thousands)6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	136.1	16,598	25,457
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Facility Lease	0.0	120	120
Total Policy Changes	0.0	120	120
1999-01 Revised Appropriations	136.1	16,718	25,577

Comments:

1. Facility Lease - Funding is provided for the lease of a facility off-site for computer staff and equipment, in order to reduce crowding at the Library and safeguard computer equipment from high room temperatures.

1999-01 Revised Budget (2000 Supp)**Washington State Arts Commission**

(Dollars in Thousands)

Tuesday, March 21, 2000

6:23 pm

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	17.9	4,876	5,876
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. National Endowment for the Arts	0.0	0	20
2. Strategic Planning Process	0.0	0	25
Total Policy Changes	0.0	0	45
1999-01 Revised Appropriations	17.9	4,876	5,921

Comments:

1. National Endowment for the Arts - In fiscal year 2001, the National Endowment for the Arts will increase its funding of the Commission. (General Fund-Federal)

2. Strategic Planning Process - The Commission successfully raised private funds to support the strategic planning process, which will be completed by June 30, 2000. Completion of the strategic plan is necessary for the release of additional state funds in FY 2001. (General Fund-Local)

1999-01 Revised Budget (2000 Supp)
Washington State Historical Society
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	53.6	5,307	6,840
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Skamania Historical Society	0.0	200	200
2. History Lab	1.0	145	145
Total Policy Changes	1.0	345	345
1999-01 Revised Appropriations	54.6	5,652	7,185

Comments:

1. Skamania Historical Society - One-time funds are provided through the Skamania Historical Society for the Columbia Gorge Interpretive Center to maintain current services.

2. History Lab - Funding is provided for two FTE staff for an internet state history program for K-12 students and teachers. This funding enables the Society to realize \$1.9 million in grants and donations for the History Lab.

1999-01 Revised Budget (2000 Supp)
Bond Retirement and Interest
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	1,108,747	1,268,839
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Update Projected Debt Serv Payments	0.0	9,429	27,024
Total Policy Changes	0.0	9,429	27,024
1999-01 Revised Appropriations	0.0	1,118,176	1,295,863

Comments:

1. Update Projected Debt Serv Payments - Funding is provided to address increased debt service payments due to interest rate changes. (General Fund - State, Other Funds)

1999-01 Revised Budget (2000 Supp)
Special Approps to the Governor
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	27,165	74,403
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Shoreline Block Grants	0.0	0	1,500
2. Extraordinary Crim Just Costs	0.0	0	-690
3. Becca Implementation Assistance	0.0	4,700	4,700
4. Rail Assistance	0.0	0	12,700
5. Local Government Contingency Funds	0.0	30,000	30,000
6. K-20 Network	0.0	-1,800	-1,800
7. Lawsuits/Judicial Rulings	0.0	3,489	4,177
8. Transit Liability Contribution	0.0	50,000	50,000
9. Agricultural Trust Management	0.0	0	121
10. Year 2000 Pool Reduction	0.0	-1,555	-1,555
11. Electronic Commerce Pool	0.0	0	10,000
12. Transit Assistance	0.0	80,000	80,000
Total Policy Changes	0.0	164,834	189,153
1999-01 Revised Appropriations	0.0	191,999	263,556

Comments:

1. Shoreline Block Grants - Funding is provided for a pilot program in Skagit County to implement an agricultural riparian buffer plan. Skagit County shall report back to the legislature by June 30, 2001 regarding the outcomes of the pilot program. (Salmon Recovery Account)

2. Extraordinary Crim Just Costs - Funding authority is reduced by \$690,000 to reflect less-than-anticipated reimbursement costs for the adjudication of an aggravated murder case in Okanogan County. (Public Safety and Education - State)

3. Becca Implementation Assistance - Funding is provided for settlement costs for lawsuits brought against the state (Thurston County Superior Court Cause No. 98-2-02458) for costs incurred in implementing legislation concerning truancy, child-in-need-of-services, and at-risk youth.

4. Rail Assistance - Funding is provided from the emergency reserve fund to the multimodal transportation account for rail programs for fiscal 2001. (Emergency Reserve - State)

5. Local Government Contingency Funds - A pool of funding is provided to the office of financial management to address future assistance to local jurisdictions.

6. K-20 Network - Funding for the K-20 Technology Network is adjusted to reflect the lower cost of recently negotiated contracts.

7. Lawsuits/Judicial Rulings - Funding is provided for the following one-time legal costs and settlements: \$25,000 is provided to the Citizens' Commission on Salaries for Elected Officials for legal costs related to a lawsuit, and \$4,152,000 is provided to the Department of Personnel for the settlement of a 1991 lawsuit (Warner versus State of Washington). (General Fund - State, Salary and Insurance Increase Revolving - State)

8. Transit Liability Contribution - Based on current revenue projections, the Transportation Fund will not have the revenues necessary to make the last two Motor Vehicle Excise Tax (MVET) distributions to public transportation systems. Funding is provided to the Transportation Fund from the general fund to partially offset this liability. The balance will come from various other transportation funds.

9. Agricultural Trust Management - The 1999 Legislature created the Agricultural College Trust Management Account in the state treasury. Funds previously deposited to the Resource Management Cost Account from the proceeds of the sale of resources from agricultural college trust lands were moved into the new account. Additional funds credited to the sale of resources from agricultural college trust lands are made to the Agricultural College Trust Lands Management Account. (Resource Management Cost Account-State)

10. Year 2000 Pool Reduction - The Year 2000 pool was created to target funds for agencies to mitigate problems and issues arising from the Year 2000 date change. Appropriation authority is reduced to reflect actual allocations made from the Year 2000 pool and projected unspent moneys.

11. Electronic Commerce Pool - Funding is provided for the implementation of the Electronic Commerce initiative. Specifically, the funding will allow applications for master business licenses to be filed over the Internet and will support the development of additional on-line services through a common state infrastructure system. To receive funding, a project will require approval from an oversight committee that includes representatives from the Office of Financial Management, the Information Services Board, the Customer Advisory Board, and the Department of Information Services. Funding is provided in this manner to facilitate consideration of multiple small individual project requests. (Master License Account, Electronic Commerce Revolving Account, Data Processing Revolving Account)

12. Transit Assistance - State funding is provided to help local transit districts to continue services. A one-time amount of \$80 million is distributed to public transportation systems using the current MVET distribution formula.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Sundry Claims

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Self-Defense Claims	0.0	202	202
Total Policy Changes	0.0	202	202
1999-01 Revised Appropriations	0.0	202	202

Comments:

1. Self-Defense Claims - On the recommendation of the Division of Risk Management, payment is made under RCW 9A.16.110 for claims for reimbursement of legal costs and other expenses of criminal defendants acquitted on the basis of self-defense. The appropriation reflects the February 11 and March 9, 2000, updated transmittals from the Division of Risk Management.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Other Appropriations

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	0	0
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. Efficiency Savings	0.0	-8,118	-18,041
Total Policy Changes	0.0	-8,118	-18,041
1999-01 Revised Appropriations	0.0	-8,118	-18,041

Comments:

1. Efficiency Savings - The Office of Financial Management is directed to reduce agency appropriations to reflect savings from staff vacancies, and to reduce allotments for such things as personal service contracts, travel and equipment purchases. Excluded from the reductions are institutions of higher education, the Parks and Recreation Commission, the Department of Corrections, and agencies with fewer than 100 FTEs. (General Fund-State, Efficiency Savings Account)

1999-01 Revised Budget (2000 Supp)
State Employee Compensation Adjust
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	160,547	350,457
Total Maintenance Changes	0.0	71	326
2000 Policy Changes:			
1. 1998 Pension Valuation Savings	0.0	-13,033	-26,598
2. Plan 2 Pension System Enhancements	0.0	9,302	20,884
3. PERS 3 Implementation Costs	0.0	598	1,220
4. Enhanced Prescription Benefit	0.0	6	13
5. Additional Step for RNs	0.0	800	1,200
6. HB Trend and UMP Claims	0.0	2,661	5,518
7. Insurance Market Reform	0.0	72	150
Total Policy Changes	0.0	406	2,387
1999-01 Revised Appropriations	0.0	161,024	353,170

Comments:

1. 1998 Pension Valuation Savings - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Starting May 1, 2000, the current Public Employees' Retirement System employer rate will be reduced from 4.41 percent of salary to 3.58 percent and the Teachers' Retirement System employer rate will be reduced from 8.49 percent to 6.03 percent. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

2. Plan 2 Pension System Enhancements - Funding is provided for the increased pension system costs resulting from SSB 6530 (Pension System Enhancements). SSB 6530 provides a split defined benefit/defined contribution Plan 3 for the Public Employees' Retirement System (PERS); lowers the normal retirement age in the Law Enforcement Officers' and Fire Fighters' (LEOFF) retirement system Plan 2 from 55 to 53; and reduces the early retirement reduction factors for PERS Plans 2 and 3, LEOFF Plan 2, the Teachers' Retirement System Plans 2 and 3, and the School Employees' Retirement System Plans 2 and 3. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

3. PERS 3 Implementation Costs - The creation of an optional Public Employees' Retirement System (PERS) Plan 3 in SSB 6530 will require more than \$10 million in implementation costs by the Department of Retirement Systems (DRS) during the 2001-03 biennium. These are funded from the DRS administrative expense fund, which is charged against all salaries reported for members of the various state retirement systems. The DRS expense fund rate will be increased by 0.04 percent of pay on May 2000 to provide funding for PERS Plan 3 implementation costs. (General Fund-State, General Fund-Federal, General Fund-Private/Local, Other Funds)

4. Enhanced Prescription Benefit - Funding is provided to increase the fiscal year 2001 employer funding rate for health benefits by \$0.02 for expanded prescription contraceptive benefits coverage in health plans offered by the Public Employees' Benefits Board. (General Fund-State, General Fund-Federal, and Salary and Insurance Increase Revolving Account)

5. Additional Step for RNs - The budget directs the Washington Personnel Resources Board (PRB) to determine whether adding a 2.5 percent salary step for registered nurses with at least 12 years of experience will address a human resource or personnel issue. Funding is provided to add the step contingent on the PRB's findings. (General Fund-State, General Fund-Federal).

1999-01 Revised Budget (2000 Supp)
State Employee Compensation AdjustTuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

6. HB Trend and UMP Claims - Claims resulting from the settlement in Retired State Employees v. State of Washington in 1998 were paid in part from reserves in the Health Care Authority's non-appropriated Public Employees' and Retirees' Insurance Account. Funding has been provided since July 1999 to repay the \$17.8 million used from the insurance account. The current rate would repay the \$17.8 million by the end of fiscal year 2003. Funding is provided to repay the \$17.8 million by June 30, 2001. Due to projected increases in managed care plan premiums and higher than expected claims in the state's self-insured Uniform Medical Plan (UMP), the Health Care Authority is projecting a \$16 million fund deficit by the end of the 1999-01 biennium, with zero balances in the UMP premium stabilization reserves. Funding is provided to partially address the projected shortfall. The Health Care Authority and the Public Employees' Benefits Board will consider increases in co-pays and employee premiums to address the remaining shortfall. If the premium trends for CY 2001 are 12 percent, as currently projected by the Health Care Authority, and if no other changes are made, the average monthly employee premium is projected to be \$26.50 or more beginning January 1, 2001. (General Fund-State, General Fund-Federal, General Fund-Local, and Salary and Insurance Increase Revolving Account)

7. Insurance Market Reform - SB 6067 will result in higher assessments on health carriers to subsidize care provided through the Washington State Health Insurance Pool (WSHIP). Funding is provided for the increased assessments on employee health plans provided through the Public Employees' Benefits Board. Funding is also provided for the state's self-insured Uniform Medical Plan (UMP) to pay the assessments; under current law, the UMP does not pay an assessment for the WSHIP. (General Fund-State, General Fund-Federal, General Fund-Local, and Salary and Insurance Increase Revolving Account)

1999-01 Revised Budget (2000 Supp)
Contributions to Retirement Systems
(Dollars in Thousands)

Tuesday, March 21, 2000
6:23 pm
Last Modified: March 21, 2000

	FTEs	House Joint Budget GF-S	Total
1999-01 Original Appropriations	0.0	49,870	49,870
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. 1998 Valuation Pension Savings	0.0	-1,722	-1,722
2. LEOFF 2 Benefit Improvements	0.0	3,564	3,564
Total Policy Changes	0.0	1,842	1,842
1999-01 Revised Appropriations	0.0	51,712	51,712

Comments:

1. 1998 Valuation Pension Savings - In August 1999, the Office of the State Actuary released the results of the 1998 Actuarial Valuation for the state pension systems. The valuation found that the employer contribution rates necessary to fund current pension benefits were less than the current rates, due primarily to higher-than-expected returns on the investments in the pension funds. Funding is adjusted to reflect the decrease in the state contribution rate for the Law Enforcement Officers' and Fire Fighters' retirement system (LEOFF). Starting May 1, 2000, the LEOFF state rate will be reduced from the current 2.35 percent of salary to 2.16 percent.

2. LEOFF 2 Benefit Improvements - Funding is provided to increase the state contribution for the Law Enforcement Officers' and Fire Fighters' retirement system (LEOFF) Plan 2 to fund the supplemental contribution rate required for the reduction in the LEOFF 2 retirement age from 55 to 53, and the 3 percent early retirement reduction factor for retirement between age 50 and 53, as provided in ESSB 6530. Beginning September 1, 2000, the state contribution for LEOFF 2 will be 2.71 percent.

1999-01 Revised Budget (2000 Supp)

Tuesday, March 21, 2000

Other Legislation

6:23 pm

(Dollars in Thousands)

Last Modified: March 21, 2000

	House Joint Budget		
	FTEs	GF-S	Total
1999-01 Original Appropriations	0.0	7,000	7,000
Total Maintenance Changes	0.0	0	0
2000 Policy Changes:			
1. SB5802 Regulating Telecom Operators	7.1	0	1,480
2. Local Government Assistance	0.0	101,800	101,800
3. Public Health Backfill	0.0	0	33,184
Total Policy Changes	7.1	101,800	136,464
1999-01 Revised Appropriations	7.1	108,800	143,464

Comments:

1. SB5802 Regulating Telecom Operators - Second Substitute Senate Bill 5802 requires that a telecommunications contractor is licensed to install or maintain a telecommunications system. Permits and inspections are required for most non-residential installations. An appropriation is made to the Department of Labor and Industries for licensing and regulation activities.

2. Local Government Assistance - Funding is provided to address local government revenue shortfalls due to the passage of Initiative 695. For cities, \$66.3 million is provided to restore distributions for public safety funding at a 45 percent level and distributions for sales tax equalization at 35 percent, with sufficient funding then allocated such that no jurisdiction loses more than 10 percent of unrestricted revenues. Four counties, \$35.5 million is provided, restoring 90 percent of funding to the most severely impacted jurisdictions and lesser amounts to others.

3. Public Health Backfill - To recognize revenue losses due to the passage of Initiative 695, revenue shortfalls to public health districts are restored at the 90 percent level (Health Services Account).